# SUBMIT IN 3 | LICATE®

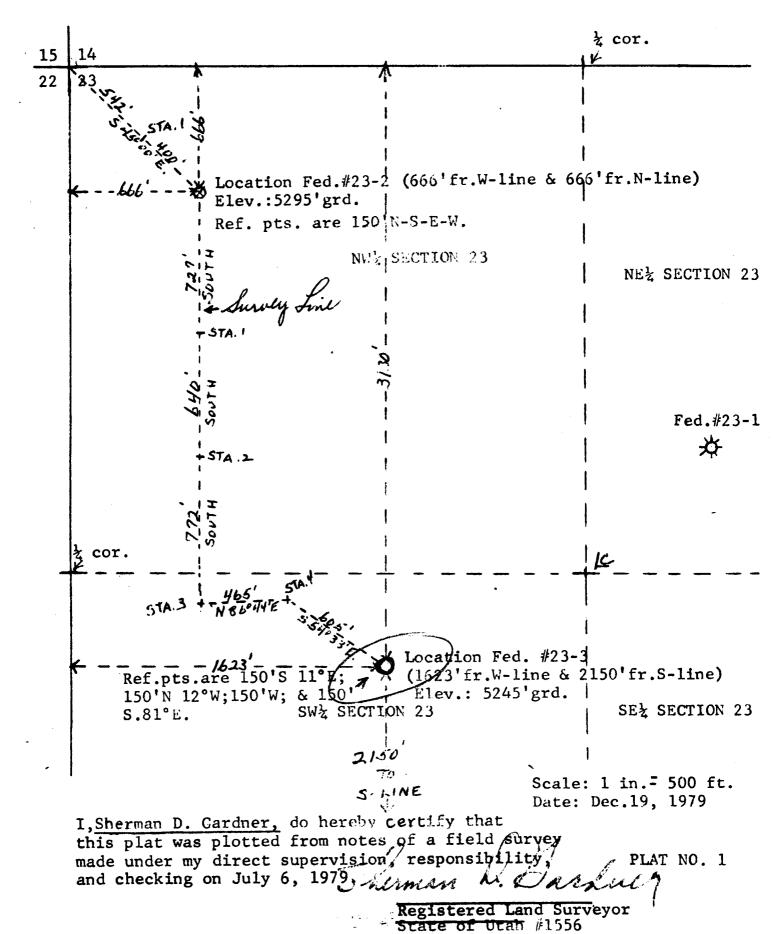
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(Other justinations on inverse side) UNITED STATES DEPARTMENT OF THE INTERIOR

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2. NAME OF OPERATOR					•	Federal
N. P. LIPEI	gy Corporati	.on		841		Federal #23-3
Suite 320,	57 W. South	Temple,	Sal	t Lake City,		10. FIELD AND POOL, OR WILDS AT
4. LOCATION OF WELL (Re At surface					C	Cisco
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OR APPLIED FOR, ON THE	S 1FASE, PT 20	000'		-3000 LNC	Ro	otary
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## LOCATION PLATS FOR NP ENERGY CORPORATION FED.#23-2 & FED.#23-3 NW.NW.& NE.SW.SEC.23-20S-21E GRAND COUNTY, UTAH



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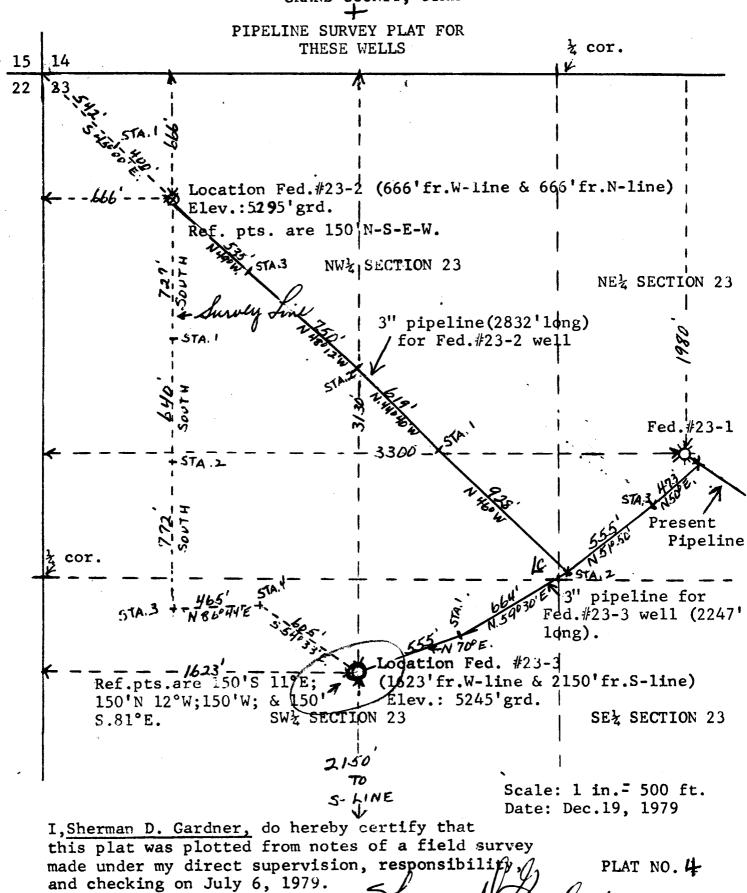
LOCATION PLATS FOR

NP ENERGY CORPORATION

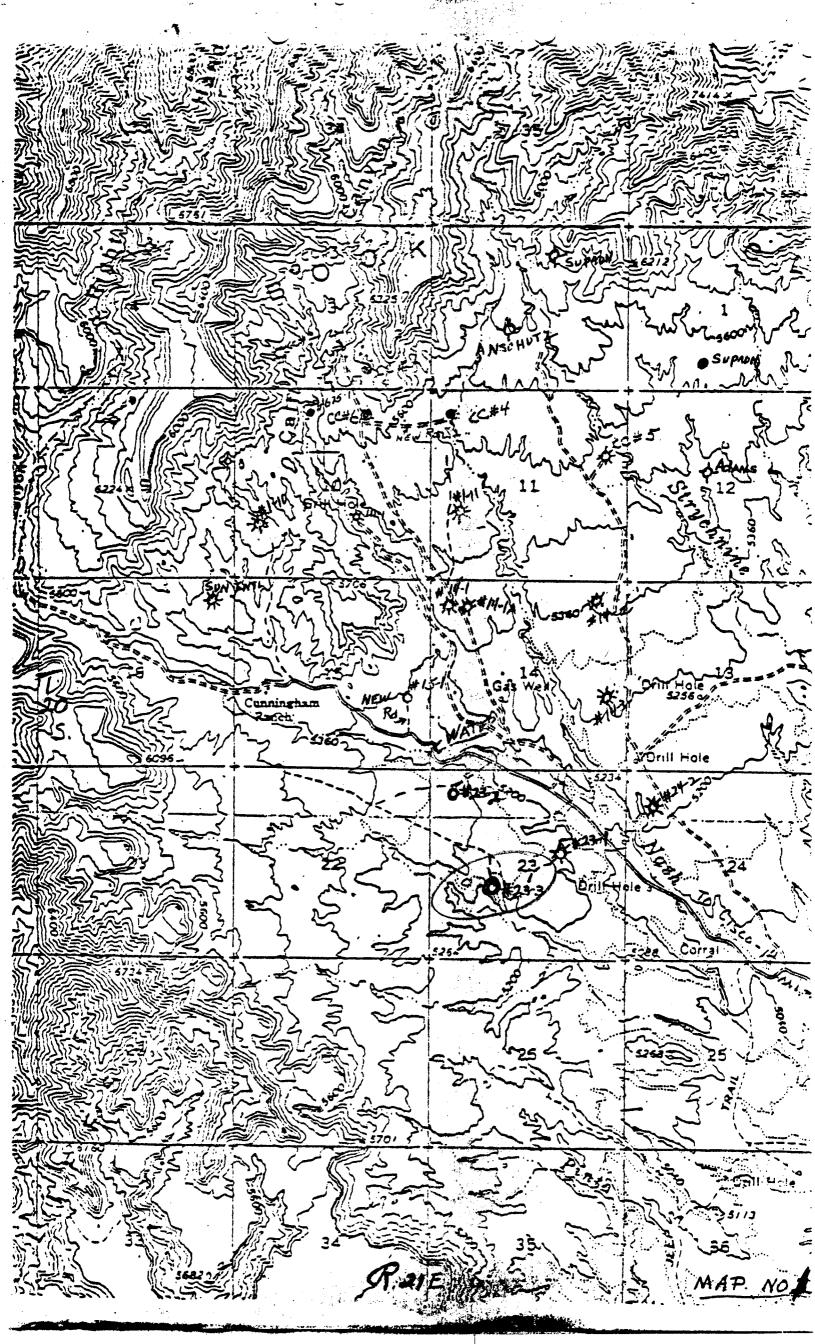
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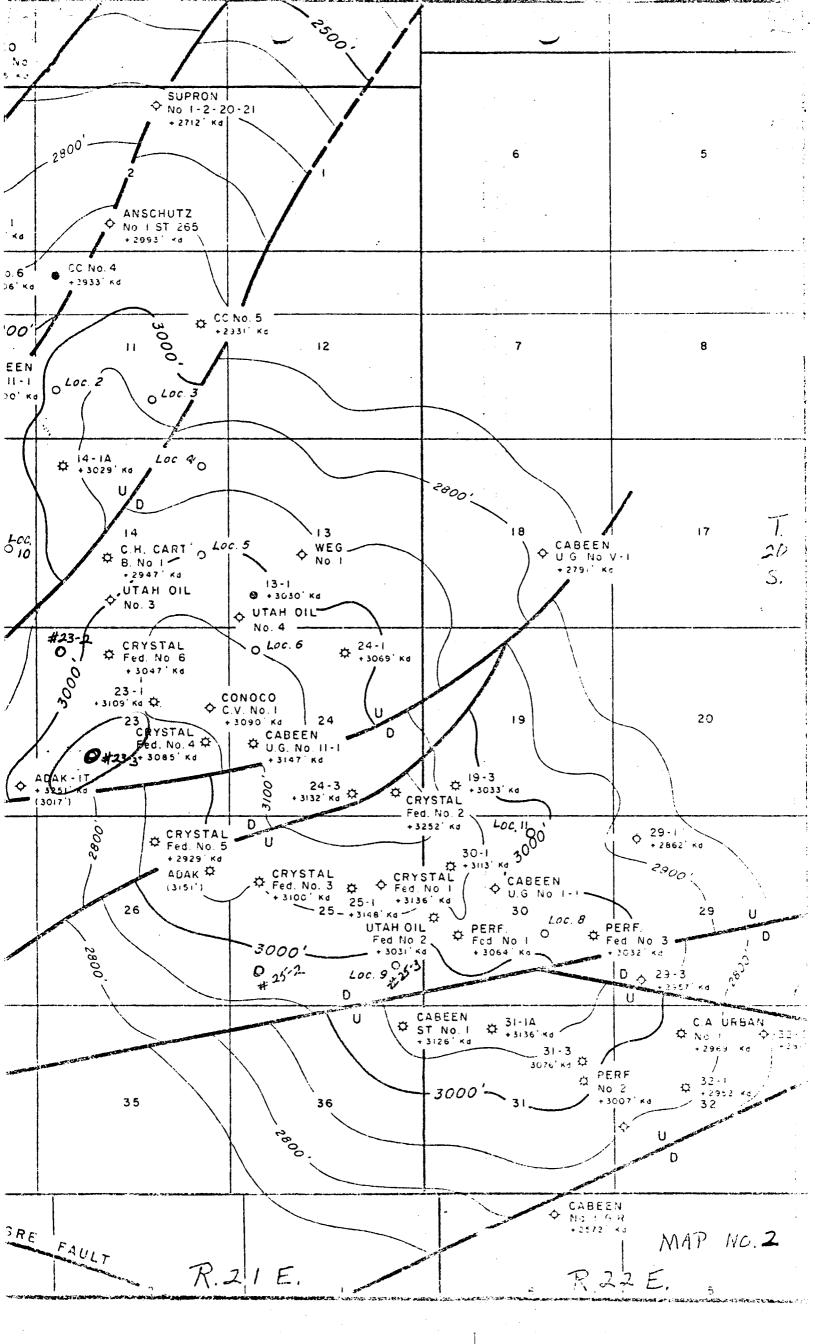
NW.NW.& NE.SW.SEC.23-20S-21E

GRAND COUNTY, UTAH



re of Utah #1556





#### PROGNOSIS FOR N. P. ENERGY CORP. FEDERAL #23-3 WELL

Location: NE. SW. Sec. 23, T 20S, R 21E, S.L.M., Grand County, Utah

1623 fr. -line and 2150 fr. S-line)

Elevation: 5245' grd.; 5255' K.B.

Surface Casing: 200 ft. of 8 5/8", 24.00#, K-55, R-3 casing set and cemented w/100 sks of cement w/3% CaCl, with returns to the surface. The surface hole (11") will be drilled to 200 ft.

K.B. and will be less than 12 deviation.

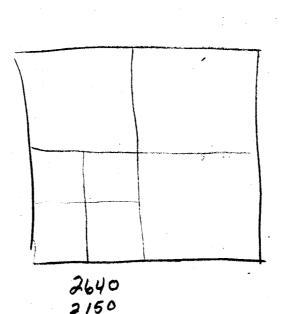
#### Expected Formation Tops:

Formation	Depth to Top	Thickness	Datum
Mancos Dakota Cedar Mountain Morrison (Brushy Basin) (Salt Wash) Curtis-Summerville Entrada Total Depth	Surface 2205' 2280' 2365' 2625' 2905' 2965' 3000'	2205' 75' 85' 260' 280' 60'	5255' K.B. 3050' 2975' 2890' 2630' 2350' 2290'

- 1. It is planned to drill a 11" surface hole for the surface casing down to a depth of about 200 ft. and set 8 5/8" casing with approx. 100 sks of cement with returns to the surface. A casing head or flange will be mounted on top of the surface casing and a blowout preventer with blind and pipe rams (hydraulic) will be mounted on the casing head. A rotating head will then be mounted on top of the blowout preventer. A blewie line, at least 100 ft. long, will then be attached to the rotating head and extended into the reserve pit.
- 2. A 7 7/8" hole will then be drilled below the surface casing, using air for circulation. A flare will be maintained at the end of the blewie line at all times while drilling below 1500'. This will insure that no gas will be missed. The air drilling will also minimize the damage to the hydrocarbon reservoir.
- 3. Samples of the cuttings will begin at 1700! 30-ft. samples will be taken from 1700' to 2150; and then 10-ft. samples will be taken from 2150'to total depth.
- 4. It is planned to drill the well to a depth which is approximately 100 feet below the top of the Entrada formation unless good commercial flow of gas is obtained above this depth.

NAG.

- 5. If a high gas flow (several million cubic feet) and/or when the total depth of the well is reached, electric logs will be run. Prior to running logs, high viscosity mud (not less than 100 vis.) will be pumped into the hole to provide control of the gas and to provide a conductive medium for the logs. A dual-induction-laterolog will be run from bottom to the top of the hole, and a gamma-density and compensated neutron porosity log will be run from the bottom to a point which is 200' above the top of the Dakota formation.
- 6. If good production (over 750 MCF) is obtained, 4½" O.D., 10.50#,K-55, R-3 new casing will be run and cemented conventionally with sufficient R.F.C. cement to cover 200 ft. above the top of the Dakota formation. The production zone will then be perforated, 2 3/8" O.D. tubing run, and completed conventionally.
- 7. It is anticipated that the drilling of the well will require less than one week.



roam: DQ-1-79

#### NTL-6 PLAN REPORT

For

Well Name: N. P. Energy Federal #23-3

Location: NE. SW. Sec. 23-20S-21E, S.L.M., Grand County, Utah

- Existing Roads: (See attached Maps)
  - A. Well Location: (See Plat #1)

Reference Stakes: 150' S. 11° E. 150' N. 12° W. 150' W. 150' S. 81° E. Perimeter Stakes: Above stakes outline perimeter of well pad.

- B. Route and Distance to Well Site From Reference Point: (See att. maps)

  Approximately 13 miles from W-Cisco Exit on I-70 along Windy Mesa road and Cunningham Ranch road; then using the road to the #23-1 well and the present trail to the SW. for about ½ mile to the well site.
- C. Access Roads (Identify secondary roads to be used): (See att. maps)

  The Windy Mesa-Cunningham Ranch road is used for 13 miles and the last

  nile to the well site is on a trail on top of the Mesa. A new road will be constructed for the last 1/8 mile to the well site.
- D. Roads Within 3 mile Radius: (See att. maps) The county road has both natural surface and gravel and is graded, and well used. The other roads used are improved but are on Mancos soil of shale, clay, and gravel. A new road along a present trail on Mancos surface of shale, clay, and gravel will be constructed with a crown and ditches for last 2000' to the well site.

  Surface type and conditions: The surface of the new road will have

Surface type and conditions: The surface of the new road will have considerable gravel and rock because of its location on the top of the Mesa.

Mesa.

- E. Roads Within 1 mile Radius: (See att. maps) See 1-D Above.

  The location is within ½ mile of a well used road which is in good condition. The roads not used are mostly trails of inferior quality and are unimproved. They are shale, clay, sand and gravel, and are about 14' wide. The new road will be about 20' wide, similar to the used road.
- F. Plans for Road Improvement & Maintenance: The roads to the well, except last & mile are graded and ditched and should require no further maintenance.

	F.	The new road will be similarly prepared and should require no further
		maintenance.
2.		nned Access Roads: (See att. maps) About 2000' of new road over a
	pri	or trail.
	(1)	Width: 20' maximum width
	(2)	Maximum Grades: Less than 4%
	(3)	Turnouts: None
	(4)	Drainage Design: No new drainage required.
	<b>(</b> 5)	Location and Size of Culverts, Cuts, and Fills: No culverts are re-
	•	quired. The road will be graded, ditched, and crowned. No deep cuts
		or fills are required.
٠,	(6)	Surfacing Material: Natural surface of silt, and shale w/some rocks,
		and gravel.
	(7)	Gates, Cattleguards, or Fence Cuts: No additional gates, cattleguards
		etc. required.
	(8)	All new roads have been flagged as required.
3.	Loc	ation of Existing Wells: (See Map No. $3$ )
		Water Wells: None
	(2)	Abandoned Wells: See Map
	(3)	Temporarily Abandoned Wells: None
		Disposal Wells: None
	(5)	Drilling Wells: None at present time.
	(6)	Producing Wells: See Map #3 (Approx. 8)
	(7)	Shut-in Wells: Several - waiting for pipeline permits.
	(8)	Injection Wells: None
	(9)	Monitoring or Observation Wells: None
	•	
	_	
4.	Loca	ation of Existing and/or Proposed Facilities:
	A.	Within 1-mile radius of location show the following existing
		facilities owned or controlled by lessee/operator:
		(1): Tank Batteries: (Size) None

В.

(3)	Oil gathering lines: None
(4)	Gas gathering lines: 3" lines - some are proposed for this well
	Plat #4) See also Map #3  Injection lines: None
	Injection lines.
(6)	Disposal lines: None
(7)	Are lines buried? No
(Th rea (Se	new facilities are contemplated, in the event of production, show ese facilities depend on the outcome of the proposed well and are ally unknown at this time.) Show a general proposed plan. e Plat No. 2)
oat1	Are any facilities planned off well pad? Yes. A 3" pipeline to nering line plus meter station is proposed. See attached survey that #4. This line is about 2247' long and will be laid on top of the survey of the s
gro	and, and connect to the gas pipeline at the #23-1 well as shown.
(2)	Give dimensions of facilities: See Plat #2 and Plat #4
(3)	Construction methods and materials: Location will be levelled in
(3)	Construction methods and materials: Location will be levelled f
(3) pro pad	Construction methods and materials: Location will be levelled for duction equipment. Tank batteries will be placed on a 3" gravel and surrounded with an 36" dike (15' from tanks). Separators are ter-treaters will be placed on gravel pads or cement bases. Pump
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led, and graded for production equipment; pits folded-in or fenced

	c.	with woven wire if full of fluid before the rig is moved. While pro-
		duction ensues, previous areas of well pad not needed for production
		operations will be restored as in Item 10 below. Cleaning the site and
		pit work will be done within 30 days after the well is completed, if
		possible.
5.		eation & Type of Water Supply: (See att. maps)
	A.	Type of Water Supply: From Nash Wash at a point marked on Map $\#1$ in Section 25-20S-21E. This is about $1\frac{1}{2}$ miles from the location.
	•	Section 25-205-21E. This is about 12 miles from the focation.
	В.	Method of Transporting Water: The water will be hauled from Nash Wash
		to the well site by truck along the well road. This will be approxi-
		mately 1½ miles from the wash to the well site.
	С	Is Water Well Planned? No
	٠.	If so, describe location, depth and formation:
•		II so, describe rocarson, copen and real real real real real real real real
	_	
6.	So	urce of Construction Materials:
	Α.	See attached map and describe: None will probably be required, since
		the well will be drilled during the good weather season, and roads will
		be improved initially.
		To a second seco
	В.	Identify if Federal, Indian, or Fee Land:
	c.	Describe Material: (Where from and how used)
	- •	
	_	a the 1 a and 2 above
	р.	See item 1-C and 2 above.
7.	Wa	ste Disposal:
	(1	The cuttings will be blown into the reserve pit, & the blewie ) Cuttings: line will be directed into the cut portion of the pit.
		) Drilling Fluids: In mud tanks; excess put into reserve pit.
	(3	) Producing Fluids (oil or water) Oil in tanks; water in reserve pit.
	(4	) Human Waste: Toilet with pit (4' deep) with lime for odor and sanita-

tion control. Will be covered with soil (3' deep) at end of operation.

Prior to commencement of drilling (5) Garbage & Other Waste: (Burn pit will be adequately fenced with chicken wire to prevent scattering of debris by wind) Into burn pit, (4'X6'X6' deep) and burned periodically. The burn pit will be approx. 125' from well head. (6) Clean-up: (See item 10 below) All garbage and unburned debris will be buried by at least 3' of cover after the drilling and completion operations are finished. The unused material and all equipment will be removed from the site and taken to supply yards or to the next drill site, as soon as the well is completed. Airstrips and/or Camp Sites (Describe): None needed 8. Well Site Layout: (See Plat No. 3) (1) Describe cuts or fills: The location is on a narrow ridge which will be levelled after the top soil (12" deep) has been removed. No large cuts or fills will be required. The area on the west side will be cut down 3' & pushed to the E. side to level location. There ravines on W. & E. sides. (2) Describe pits, living facilities, soil stockpiles: Reserve pit is long and narrow as shown, and will be placed on the east side. Excavated material will be piled at the east end of pit, with top soil piled separately at the far end. Top soil, mostly gravel (12" deep) will be piled at the north and south ends of the site. Two or three house trailers will be provided for the supervisory personnel. (3) Rig Orientation, Pipe rack, Access Road Entrance, etc.: (See Plat #3) (4) Are Pits Lined? Unlined with 4' banks on sides and a 10' high bank at the far end. 10. Plans For Restoration:

- If Well is completed: Site will be cleaned, debris removed, pits folded in or fenced with woven wire if full of fluid, and site levelled for production equipment. All unused portions will be contoured, graded, scarred, and seeded with wheat grass, or acceptable seed mix authorized by BLM.
- B. If Well is abandoned:
  - (1) Clean-up, levelling, folding pits-in, contouring: These items will be done as soon as possible. Clean-up will be accomplished at

В	
	10 to 60 days after well is completed.
	(2) Seeding location and access road: Site will be seeded with crested
	wheat grass, or with a seed mix suggested by BLM by hand broadcasting and then scarred with a dozer or spike-toothed drag. The access road,
	since it is a prior road, will be left in tact.
	Since It is a piror road, will be felt in tact.
	(3) Will pits be fenced or covered? If there is a large amount of
	fluid in the reserve pit, it will be fenced with barbed wire before rig
	is released and remain fenced until fluid drys up & pit reclaimed.  (4) Is there any oil in reserve pit?
	If so, describe disposal: Should not be any great amount. If there is
	a large amount, it will be removed prior to covering pit.
3,3	(5) When will restoration work be done? As soon as possible. Within
	60 days after equipment is removed if weather and availability of
	clean-up equipment permit and will be completed within 10 days there-
	after.
ra ra	escription of Land Surface:  1) Topography & Surface Vegetation: Location is on narrow ridge with deep with some some each side. The soil or surface is sand and gravel. Sage brush, and scale, some juniper and cedar trees are present on the location.
-	
is ha	2) Other Surface Activities & Ownership: The land around the drill site s federal land with minerals and surface owned by the public. N. P. Energy as an oil & gas lease on the area. The area does have some grazing by attle. There are no powerlines, powersites, irrigation ditches or culti-
va	ation in the area. Other gas & oil drilling operations are currently under
(	3) Describe other dwellings, archaeological, historical, way in the afea.
	sites: There are no known buildings, archaeological, historical or
	ltural sites in the area. An archaeological report on the location and
<u>ac</u>	ccess road will be prepared as soon as possible.
-	
40 -	
	perators Representative: (Address & Phone number)
V	N. Don Quigley, Suite 440, 57 West South Temple, Salt Lake City, Utah 8410

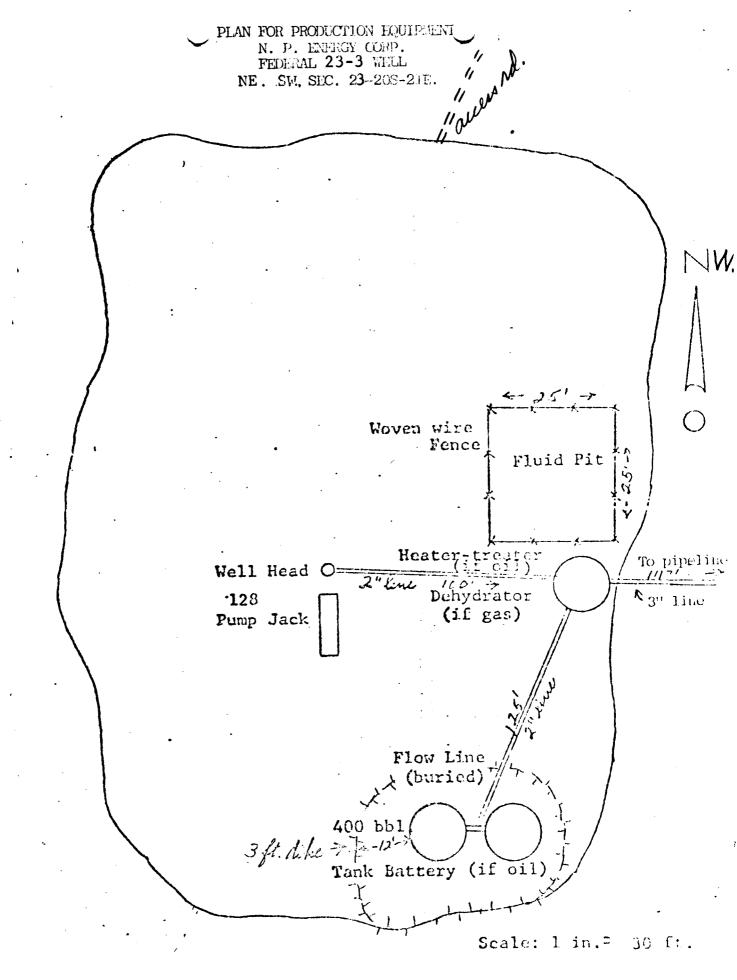
#### 13. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the drill site and access route; that I am familiar with the conditions which presently exist; that statements made in this plan are, to the best of my knowledge, true and correct; and that work associated with the operations proposed herein will be performed by N. P. Energy Corporation and its contractors in conformity with this plan and terms and conditions under which it is approved.

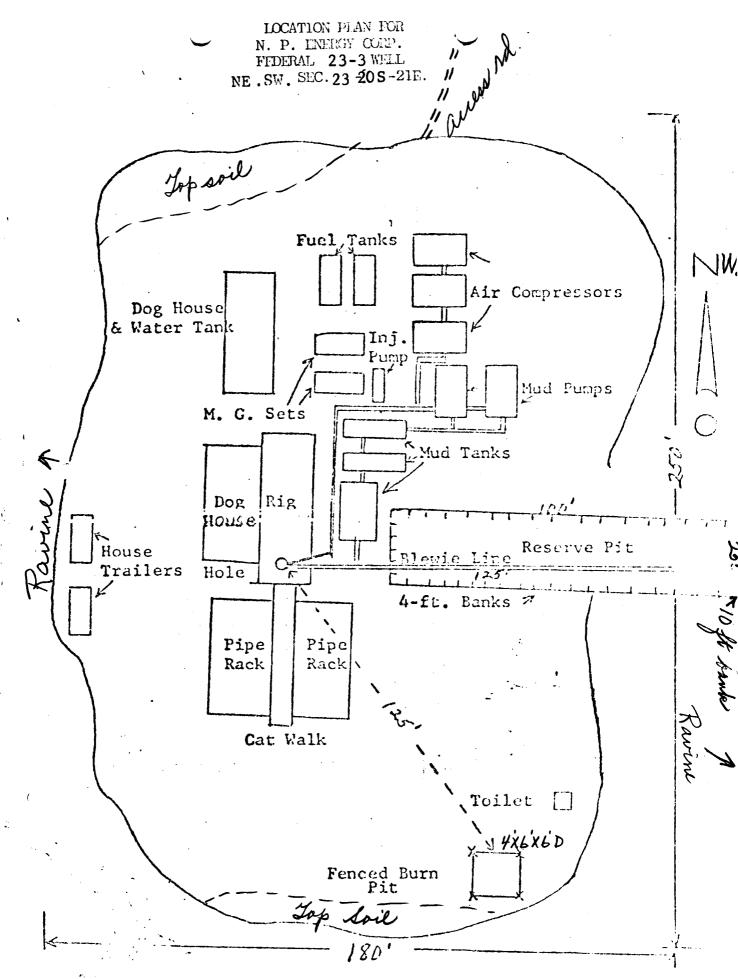
Date: December 21, 1979

Name

Title: Vice-Presedent



Plat No. 2



Scale: 1 in. = approx. 30 ft.

Plat No. 3

WELL CONTROL EQUIPMENT FOR N. P. EMERGY CORP.
FEDERAL 23-3 WELL
NE.SV. SEC. 23-20S-21E.
GRAND COUNTY, UTAH

The following control equipment is planned for the above designated well: (See attached diagram)

### 1. Surface Casing:

A. Hole size for surface casing is //".

B. Setting depth for surface casing is approx. 200 ft.

- C. Casing specs. are: Z 5/8" O.D., K-55, 24.00%, 3 rd. thread, R-3 new or used.
- D. Anticipated pressure at setting depth is approx. 20 lbs.
- E. Casing will be run using three centralizers and a guide shoe, and will be cemented with 75 sks of cement with returns to the surface.
- F. Top of the casing will be near ground level.

### 2. Casing Head:

Flange size: 10", A.P.I. Pressure rating: 2000 W.P., Series 600; Cameron, OCT, or equivalent; new or used; equipped w/two 2" ports with nipples and 2", 2000 W.P. ball or plug valves. Casing head and valves set above ground level. (A flange only may be used on top of the casing, if the 3.0.P. is equipped with 2" outlets below the blind rams.)

# 3. Intermediate Casing:

None

# 4. Blowout Preventors:

A. Double rams; hydraulic; one set of blind rams; one set of rams for 3½" or 4" drill pipe; 10" flange; 2000% or greater W.P.; Series 900; equipped with mechanical wheels and rou for back-up; set on top of casing head flange and securely bolted down, and pressure tested for leaks up to 2000% p.s.i. A hydraulically operated hy-drill may be used in place of the above B.O.P., if equipped with 2" outlets below the rams. B.O.P. will be tested for leaks at 2000% p.s.i. prior to drilling below surface casing.

p.s.i. prior to drilling below surface casing.

B. Rotating Head: Shaffer, Grants or equivalent; set on top of bloweut preventor and bolted securely; complete with kelly drive, pressure lubricator; 35" or 4" rubber for

2000# W.P.; need not have hydril assembly on bottom, if a separate hydril or B.O.P. is used.

C. Fill and Kill Lines: The fill and kill lines (2" tubing or heavy duty line pipe) are to be connected thru the 2" valves on the casing head and thru a manifold to permit ready switching from the fill to kill lines.

# 5. Auxillary Equipment:

A float valve is to be used in the bottom drill collar at all times. A safety valve that can be used in the drill pipe will be kept within easy reach on the rig floor at all times.

## 6. Anticipated Pressures:

The shut-in pressures of the Dakota, Cedar Mountain, and Morrison formations at depths of 2000' to 3000' in the area have been measured at about 500% to 800% maximum. To toxic gases have ever been encountered in the area and none are anticipated.

7. Drilling Fluids:

Air will be used to drill the subject well until water is encountered, then air-soap-water mist will be used to drill the well deeper. In case of excessive caving problems, it may be necessary to convert to mud.

# 8. Production Casing:

- A. Hole size for production casing will be 7 7/8".
- B. Approx. setting depth will be about 3500'.
- C. Casing Specs. are: 4½" O.D.; K-55; 10.50#; 8-rd thread; R-3, new.
- D. If good production is obtained, the casing will be run with a guide shoe at the bottom and about sin centraliners and cemented conventionally with sufficient R.F.C. cement to cover 200 ft. above the top of the Dakota formation. The production zone will be perforated, 2 3/8" 0.D. tubing will be run, and the well completed conventionally. In the event the production is small, it may be desirable to minimize the damage to the formation by keeping all mud and cement off the formation. In this case the procedure outlined below will be used.
- E. Casing will be run with about six centralizers and a cement basket with DV tool set above the production zone.

There will be sufficient casing to extend thru the production zone below the basket with a blind guide shoe on the bottom. The casing will be cemented above the packer with about 85 sks of cement (sufficient to cement thru the Dakota formation). The cement will be allowed to cure at least 48 hrs. The plug can then be drilled out and the casing perforated below the DV tool. Two inch tubing will be run and secured in the tubing head prior to perforating.

JA DG.

Schenaric Diagram Of CONTROL EQUIPMENT FOR THE N. P. ENERGY CORP. FEDERAL 23-3 WELL NE. SW. SDC. 23-20S-21E . Potary Table "Derrick Floo Rotating Head Hydraulic lines Accumulator Blewie line reder FIT Pipe rams To mud pump Valves Blowout Preventat Blind rams 2" hi-pressure FOIT Casing head & Kill lines 2" Ball valves Cellar 4'x4'x3' --- Surface Casing



Map # 3

# \*\* FILE NOTATIONS \*\*

DATE: January 3, 1980	
OPERATOR: <u>N. P. GNUSSY</u>	Corporation
WELL No. Federal # 23-3	3
LOCATION: SEC. 23 T. 205	R. 21E COUNTY Grand
FILE PREPARED:	ENTERED ON NID:
CARD INDEXED:	COMPLETION SHEET:
API NUMBE	R: 43-019- 30588
CHECKED BY:	
GEOLOGICAL ENGINEER:	
DIRECTOR: OR as per order	Came 102-16 & dtd 11/15/
APPROVAL LETTER:	
BOND REQUIRED:	Survey PLAT REQUIRED:
ORDER No. 102 /68 11/15/79	O.K. RULE C-3
→ Rule C-3(c), Topographic Excep within a 660' rad	TION/COMPANY OWNS OR CONTROLS ACREAGE
Lease Designation Ded	PLOTTED ON MAP
APPROVAL LET	TER WRITTEN
Pi .	litm

#### January 4, 1980

N.P. Energy Corporation 57 West South Temple, Suite 320 Salt Lake City, Utah 84101

Re: Well No. Federal #15-1, Sec. 15, T. 20S, R. 21E., Grand County, Utah Well No. Federal #23-2, Sec. 23, T. 20S, R. 21E., Grand County, Utah Well No. Federal #23-3, Sec. 23, T. 20S, R. 21E., Grand County, Utah Well No. Federal #25-2, Sec. 25, T. 20S, R. 21E., Grand County, Utah

Insofar as this office is concerned, approval to drill the above referred to gas wells is hereby granted in accordance with the Order issued in Cause No. 102-16B dated November 15, 1979.

Should you determine that it will be necessary to plug and abandon these wells, you are hereby requested to immediately notify the following:

MICHAEL T. MINDER Geological Engineer Office: 533-5771 Home: 876-3001

Enclosed please find Form OGC-8-X, which is to be completed whether or not water sands (acquifers) are encountered during drilling. Your cooperation in completing this form will be appreciated.

Further, it is requested that this Division be notified within 24 hours after drilling operations commence, and that the drilling contractor and rig number be identified.

The API numbers assigned to these wells are #15-1: 43-019-30585; #23-2: 43-019-30586; #23-3: 43-019-30588; #25-2: 43-019-30587.

Sincerely,

DIVISION OF OIL, GAS AND MINING

Michael T. Minder Geological Engineer

b.tm

cc: USGS

DATE March 20, 1980

UNITED STATES

RUBMIT IN TRIPLICATE\*

Other instructions on reverse side) Form approved. Budget Bureau No. 42-R1424. Form 9-331 (May 1963) 5. LEASE DESIGNATION AND BERIAL NO. U-02139GEOLOGICAL SURVEY 6. IF INDIAN, ALLOTTEE OR TRIBE NAME SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT" for such proposals.) 7. UNIT AGREEMENT NAME WE'L GY8 OTHER 8. FARM OR LEASE NAME Federal N. P. Energy Corporation
3. ADDRESS OF OPERATOR 9. WELL NO. 84101 Suite 320, 57 West So. Temple, Salt Lake City,
LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*
See also space 17 below.)
At surface #23-3 Ut. 10 PIELD AND POOL, GR WILDCAT Cisco Dome NE. SW. Sec. 23, T 20S, R 21E, S.L.M. 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 2156' fr. W-line and 2197' fr. S-line NE.SW. Sec. 23-20S-21E. S,L,M. 12. COUNTY OB PARISH | 13. STATE 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 14. PERMIT NO. 5240' Grd; 5250' K.B. Grand Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: REPAIRING WELL WATER SHUT-OFF PULL OR ALTER CASING TEST WATER SHUT-OFF ALTERING CASING PRACTURE TREATMENT MULTIPLE COMPLETE FRACTURE TREAT SHOOTING OR ACIDIZING ABANDON MENT ARANDONS SHOOT OR ACIDIZE (Other) Changed Location CHANGE PLANS REPAIR WELL (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) (Other) 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) \* Due to a possible archaeological site at the previous location which was 1623' fr. the west line and 2150' fr. the S-line, the location of the subject well was moved 535' eastward to a site which was cleared by the archaeologist. The new site is adjacent to a road and no new road will be required. The new site is nearly level and will require no extensive cuts or fills to make it suitable for the rig. The rig will be oriented N-S with the reserve pit on the east side. Top soil (12" deep) from the location will be piled at the N and S ends of the site. Otherwise, the requirements listed in the original APD apply. The new site is 1600 ft. from a prior well (the #23-1) and is 460' from the  $\frac{1}{2}-\frac{1}{2}$  line. APPROVED BY THE DIVISION OF OIL, GAS, AND MINING Well File Copy DATE: DIVISION OF OIL, GAS & MINING

TITLE Vice-President

18. I hereby certify that the foregoing is true and correct

CONDITIONS OF APPROVAL, IF ANY:

(This space for Federal or

APPROVED BY

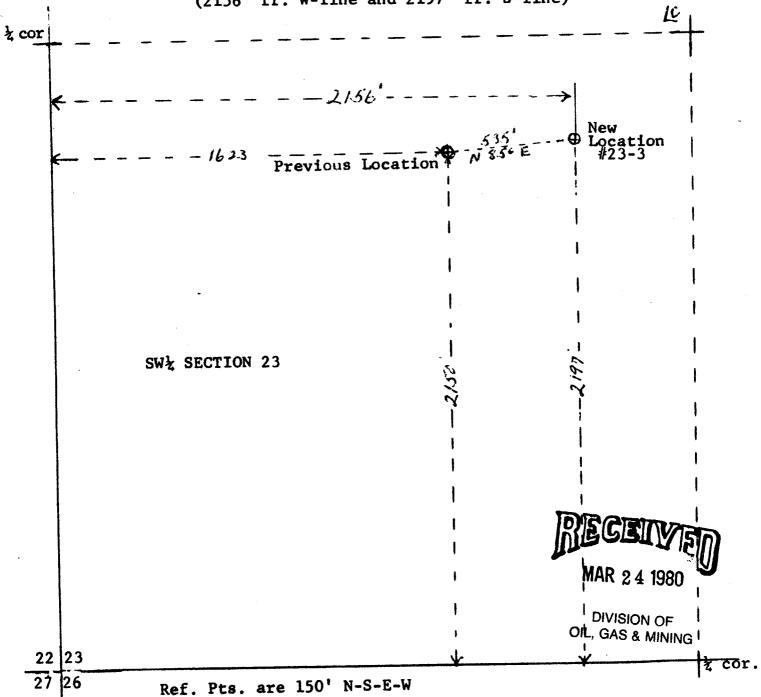
# RE-LOCATION PLAT FOR

N. P. ENERGY CORPORATION FEDERAL #23-3 WELL

NE. SW. SEC. 23-20S-21E.

GRAND COUNTY, UTAH

ELEVATIONS: 5240' Grd; 5250' K.B. (2156' fr. W-line and 2197' fr. S-line)



I, Sherman D. Gardner, do hereby certify that this plat was plotted from notes of a field survey made under my direct supervision, responsibility, and checking on March 12 1080.

Scale: 1" = 400'

Date: Mar. 20, 1980

Registered Land Surveyor State of Utah #1556



# United States Department of the Interior

3100 (U-603)

IN REPLY REFER TO

BUREAU OF LAND MANAGEMENT

Moab District Grand Resource Area P. O. Box M Moab, Utah 84532

April 1, 1980

#### Memorandum

To:

Oil and Gas Office, USGS Conservation Division,

P. O. Box 3768, Grand Junction, CO. 81502

From:

Area Manager, Grand

Subject:

N P Energy Corporation

Federal 23-3, Lease # U-02139 Section 23, T. 20 S., R. 21 E., SLB&M

Grand County, Utah

On January 14, 1980, a representative from this office met with Glen Doyle, USGS, and Don Quigley agent of N P Energy for an inspection of the above referenced location. Subject to the attached conditions, I am approving the surface management portion of the Application for Permit to Drill.

The archaeological requirement has been fulfilled on this location and a copy is attached for your files. No threatened or endangered flora or fauna are indicated in the area.

Please forward the enclosed information to N P Engergy Corporation.

C. Delano Backus

Enclosures: (3)

1-Reclamation Procedures

2-Cultural Clearance

3-Seed Mixture



APR 3 RECO

#### STANDARD STIPULATIONS FOR OIL & GAS EXPLORATION

Contact this office at least 24 hours prior to beginning construction of access road and pad.

Stockpile the surface 12 inches of topsoil in a wind-row one-half on the north end and one-half on south end of the location.

The upper banks (uphill side) of all cuts will be rounded during construction of the access road and pad.

Notify the BLM District Archaeologist if cultural material from subsurface deposits is exposed during the operation.

The trash pit will be at least six feet deep and fenced with fine mesh wire during drilling operations.

The "blooey" line will be centered and directed into the pit.

If production is obtained, the access road will be upgraded to BLM specifications for long-term roads as outlined in the surface use standards section of the "Oil and Gas" pamphlet (joint BLM and USGS publication).

If production is obtained, all production facilities will be painted "desert tan" or a similar color approved by the Grand Resource Area Manager.

Rehabilitation of the site and access road will be accomplished in accordance with the enclosed restoration procedures.

Production facilities and pipeline route are approved on this location under lease rights.

Existing road will be up-graded as needed to get rig to location. Road will be gravelled where needed.

#### RECLAMATION PROCEDURES IN GRAND RESOURCE AREA

- 1. Disk or rip pads and access roads. '
  - a. Overlap passes in order to insure complete treatment.
- 2. Contour pads and access roads.
  - a. Lay berms into centers.
  - b. Use cut material for fill areas.
  - c. Lay stockpiled surface soil over top of pads and spread evenly.
  - d. On highly crosive soils, it may be more beneficial to grade slopes to reduce steepness.
  - e. Do not smooth pads out, leave a roughened surface. On steeper slopes and slopes with clayey soils scarify or serrate the ground in order to increase water infiltration and reduce erosion.
- Water bar roads where required by this office.
  - 27. Grade 200 ft. intervals 2-4% Grade - 100 ft. intervals 4-5% Grade - 75 ft. intervals 5% Grade - 50 ft. intervals
  - \* Actual spacing may vary according to soil stability. Lighter textured soils will require more frequent water bars. When natural drainage ways are present, water bars are to be constructed to make maximum use of them. Plan operations so that natural drainage ways do not become blocked.
- 4. Seed roads and pads in the fall (Oct. through mid-Dec.).

SPECIES		LB/ACRE
Oryzopsis hymenoides Hilaria jamesii	Indian rice grass Curley grass	1 1
Forbs Penstemon palmeri	Palmer Penstemon	. 1
Shrubs Artiplex confertifolia Ceretoides lanata	Shadscale Winterfat	1 1 5

Inform this office before beginning work.

# United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Moab District
P O Box 970
Moab, Utah 84532

1 REPLY REFER TO 8143 AERC Clearance File

Evaluation of Compliance With Executive Order 11593 and Section 106 of the Historic Preservation Act of 1966

Project Name #23-2,23-3
Developer of P Energy Corporation
Antiquities Permit # 79-Ut-061
Name of Permitted Institution $QERC$
Description of Activity 2 dill locations
Location of Activity T205, R21E, Suc. 23
Description of Examination Procedures:
/√/ Search of Site Survey Files and Available Literature
/V/ Physical Examination
Evaluation of Findings
/ Adequate for compliance with Executive Order 11593.
/ Adequate to substantiate a determination of no effect
Adequate to provide the basis for a determination of no adverse effect. BLM will have to present its case to the Historic Preservation Office and to the National Advisory Council on Historic Preservation.
/ / Will require consultation with the contractor to resolve certain questions. See attached analysis.
/_/ Is inadequate for compliance purposes because:
Previously moony site forms have been provided. Clearance juen, with avoidance of sites.  Sites

FROM: :	DISTRICT GEOLOGIST, ME, SALT LAKE CITY, UTAH
	DISTRICT ENGINEER, O&G, SALT LAKE CITY, UTAH  APD MINERAL EVALUATION REPORT  LEASE NO. U-02139
OPERATOR:	N.P. Energy Corp. WELL NO. Fed 23-3
LOCATION:	1 NE & SW & sec. 23, T. 205, R. 21E, SLBL&M.
	Grand county, Utah.
1. Strati	graphy: Mancos surface
	Dakota 2205 (+3050)
	Morrison 2365 (+ 2890)
	Entrada 2965 (+ 2290)
	<b>3.</b>
2. Fresh	Water: Thin lenticular sandstone units in the Mancos Shale may
•	Contain usable water to depths of soo feet.
3 Longah	ole Minerals: Poss continuol, valuable for cont and apothermal resources
J. Leasan	Prospectively variable in call with garnerital institute
	Coal is in Mancos and/or Dakota and is probably uneconomic
	Geothermal resources have not been proven yet.
-	
	and the state of t
4. Addit	ional Logs Needed: Temperature log should be run.
	atial Geologic Hazards: None anticipaled.
5. Poten	itial Geologic Hazards: 170 to the fi
6. Refer	rences and Remarks: Within Cisco Dome Kas. JAN 31- NEC'D
	USGS files SLC, Utah APPENDIX III
	A COUNTY TIE
Sienatu	Date: 1-26-80

- Glenn

7 P. Energy 23-205-21E

#### Memorandum

To:	District Oil and Gas Engineer, Mr. Edward Guynn
From:	Mining, Supervisor, Mr. Jackson W. Moffitt
Subject:	Application for Permit to Drill (form 9-331c) Federal oil and gas lease No. <u>M-02/39</u> Well No23-3
1.	The location appears potentially valuable for:
	/_/ strip mining*
	underground mining**
	has no known potential.
2.	The proposed area is
	not under a Federal lease under the jurisdiction of this office.
<i>V</i>	Please request the operator to furnish resistivity, density, Gamma-Ray, or other appropriate electric logs covering all formations containing potentially valuable minerals subject to the Mineral Leasing Act of 1920.
*If 1	ocation has strip mining potential:
	Surface casing should be set to at least 50 feet below the lowest strip minable zone at and cemented to surface. Upon abandonment, a 300-foot cement plug should be set immediately below the base of the minable zone.
**If 1	ocation has underground mining potential:
·	The minable zones should be isolated with cement from a point 100 feet below the formation to 100 feet above the formation. Water-bearing horizons should be cemented in like manner. Except for salines or water-bearing horizons with potential for mixing aquifers, a depth of 4,000 feet has been deemed the lowest limit for cementing.

Signed Allen I James

# DEPARTMENT OF THE INTERIOR

•	DEI ARTIMERT	01 11124 11		C/11	_		5. LEASE BESIGNATION AND SERVE NO.
	GEOLO(	SICAL SURVE	ΞY	וומ	DLIC	ATE	u-02139
APPLICATION	4 FOR PERMIT T	O DRILL, I	DEEPE	PU	A FEL	W) L	G. IF INDIAN, AMERICAN OR THERE AND
1a. TYPE OF WORK DRI	LL [X]	DEEPEN [		P	LUG BAC	к 🗀	7. UNIT AGREEMENT NAME
b. TYPE OF WELL	is eli, 🔀 otrea		SING	LE []	MULTIPI ZONE	* []	S. FARM OR LEASE NAME
2. NAME OF OPERATOR							Federal
N. P. Energy Corporation						9. WELL SO,	
3. ADDRESS OF UPERATOR 84101						Federal #23-3	
Suite 320, 57 W. South Temple, Salt Lake City, Utah							10. FIGED AND POOL, OR WILDUAY
At Surface NE. SW. Section 23, T 20S, R 21E, S.L.M.							Cisco Dome
NE., S	AND SURVEY OF AREA						
At proposed prod. zone 1623' fr. W-line and 2150' fr. S-line NE:SW. Sec. 2:3-265-2							
2156 FWL 4-2197 FSL LOCATION CHULLY  14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE.							S. L. M., 12. COUNTY OR PARISH [ 15, NIATE
Approx. 14 miles NW. of Cisco, Utah						U	Grand Utah
15. DISTANCE FROM PROPOSED*			1G. NO. OF ACRES IN LEASE 1				OF ACRES ASSIGNED
PROPERTY OR LEASE LINE, FT. (Also to warrest drig, unit line, if any) 1623			2040			50 acres	
18. DISTANCE FROM PROPOSED LOCATION			19. PROPOSED PEPTH				GEY OR CABEL TOOLS
TO NUMBER WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 2000			-300 <b>0'</b>		Ro	ntary	
21. ELEVATIONS (Show who	ether DF, ET, CR, etc.)						22. APIROX, DATE WORK WILL SEED.
Grd: 5245 '; K.B.: 5255'							Jan. 3.0, 1980
23.		ROPOSED CASI	KG AND	CEMENTI	NG PROGRA	М	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FO	υοτ	SETTING DEPTH			Q! ANTIOY OF CEMENT
11''	8 5/8"	24.00%		200'		100 9	sks
7_7/8"	41/511	10.50#		ihru j	pav zoi	es-Co	emented to 200' above K

It is planned to drill a well at the above location to test the gas and/or oil production possibilities of the sands in the Dakota, Cedar Mt., Morrison, and Entrada formations. The well will be drilled to approximately 50 to 100 ft. below the top of the Entrada formation, if conditions permit. The well will be drilled with rotary tools, using air for circulation. The surface casing (8 5/8") will be set at about 200' K.B. and cemented with returns to the surface. A blowout preventer and rotating head will be installed on top of the surface casing. Fill and kill lines will be connected to the well head below the blind rams on the blowout preventer. Any gas encountered will be flared at the end of the blewie line, and roughly checked for volume thru a 2" line after the pipe rams have been closed. A float valve will be used in the bottom drill collar at all times. A prognosis of the well is attached.

in above space describe processed processed is to decrea or play back, give data on present productive zone and proposed new past effect zone. If proposal is to drill or deepen directionally, give pertinent data on cubsorface locations and measured and true vertical depths. Give Lova at preventer program, if any,

APPROVAT. DATE

(Orig. Sgd.) R. A. Henricks

E. W. GUYNN DIVISION OF DISTRICT ENGINE BIL, GAS & MINING

APR 2 2 1980

COMBITTONS OF APEROVAL, IF ANY 1

**NOTICE OF APPROVAL** 

7 7/8"

CONDITIONS OF APPROVAL ATTACHED TO OPERATOR'S COPY

FOR

\*See Instructions On Reverse Side

FLARING OR VENTING OF GAS IS SUBJECT TO NTL 4-A **DATED 1/1/80** 

Utak Ox St.

United States Department of the Interior.
Geological Survey
2000 Administration Building
1745 West 1700 South
Salt Lake City, Utah 84104

### USUAL ENVIRONMENTAL ASSESSMENT

Date April 8, 1980 \_\_\_

	•							
Operator N. P. Energy	Well No. 23-3							
Location 2156' FWL 2197' FSL Sect	tion 23 Township 20S Range 21E							
County Grand State Uta	ah Field/Unit Cisco Dome							
Lease No. <u>U-02139</u>	Permit No.							
	Prepared by: Glenn M. Doyle  Environmental Scientist Grand Junction, Colorado							
Joint Field Inspection Date:								
Field Inspection Participants, Titles, and Organizations:								
Don Quigley	Operator ·							
Elmer Duncan	Bureau of Land Management							
Glenn Doyle	U. S. Geological Survey							
Related Environmental Documents:								
Book Mountain Unit Resource Analysis,	Bureau of Land Management, Utah, ?  Coloministratively complete?  180 × 250 } lacre  100 × 100 }  100 × 100 }  100 × 100 }  100 × 10							

#### DESCRIPTION OF PROPOSED ACTION

#### Proposed Action:

1. Location State:

State: Utah County: Grand

2156' FWL, 2197' FSL, NE4 SW4

Section 23, T20S, R21E, SLM

2. Surface Ownership

Location:

Public

Access Road: Public

Status of Reclamation Agreements: (See Appendix/Not Applicable/Other, explain)

3. Dates

APD Filed:

12/31/79

APD Technically Complete:

1/14/79

APD Administratively Complete:

3/24/80

4. Project Time Frame

Starting Date: April 1980

Duration of drilling activities: 8 days.

A period of 30 to 60 days is normally necessary to complete a well for production if hydrocarbons are discovered. If a dry hole is drilled, recontouring and reseeding would normally occur within one year; revegetation or restoration may take several years. If the well is a producer, an indefinite period of time would occur between completion and rehabilitation.

5. Related actions of other federal or state agencies and Indian tribes:

None known

6. Nearby pending actions which may affect or be affected by the proposed action:

None known

7. Status of variance requests:

None known

The following elements of the proposed action would/could result in environmental impacts:

- A drill pad 180' wide x 250' long and a reserve pit 20' x 100' would be constructed. 1.0 acre of disturbed surface would be associated with the project.
- 2. Drilling
- 3. Waste disposal

- 4. Traffic
- 5. Water requirements
- 6. Completion
- 7. Production
- 8. Transportation of hydrocarbons
- 9. Other

Details of the proposed action are described in the Application for Permit to Drill.

The location was moved from the original location (1623' FWL 2150' FSL) because conflicts existed with archeologic remains. Avoidance was the preferred mitigator. The operator chose this alternative. After consultation with the Bureau of Land Management representative, who is familiar with the new location, a second onsite was waived. The access road was changed to enter onto the new location. The new site

The access road was changed to enter onto the new location. The new site lies adjacent to an existing road, hence, will require no new construction, only maintenance.

Environmental Considerations of the Proposed Action:

Regional Setting/Topography - Regional topography is flat desert and rolling hills grading to the talus-flanked Book Cliffs.

#### **PARAMETER**

A. Geology - Surface is Mancos Shale. Other formations are listed in the 10-Point Subsurface Plan.

Information Source: Application to Drill

1. Other Local Mineral Resources to be Protected: Prospective coal and geothermal resources. Coal probably subeconomic. Geothermal resources unproven.

Information Source: ME, District Geologist

#### 2. Hazards:

a. <u>Land Stability</u>: Location and access built on Mancos Shale. Material is stable, provided the slopes are moderate and moisture content is low.

Information Source: Field observation

b. <u>Subsidence</u>: Subsidence can occur with the withdrawal of oil, gas, and/or water.

Information Source: Keller, Edward A., 1976, Environmental geology, Charles E. Merrill, 488 pp.

c. <u>Seismicity</u>: Seismic risk: low. Statistically, greatest

damage would be moderate, corresponding to intensity VII of Modified Mercalli Intensity Scale, 1931.

Information Source:

Algermissen, S. T., and Perkins, David M., 1977, Earthquake hazards map of the United States, Reprint from Earthquake Information Bulletin, 9(1) Jan-Feb., 4 pp. and

Perkins, David M., 1974, Seismic risk maps, Reprint of Earthquake information bulletin, 6(6) Nov-Dec.

d. <u>High Pressure Zones/Blowout Prevention</u>: No high pressure zones expected. Blowout prevention systems detailed in APD.

Information Source: Application to Drill

- B. Soils
  - 1. <u>Soil Character</u>: No detailed soil surveys done in area. Changes in soil fertility, horizons, slope stability, etc., cannot be predicted. Soils are considered nitrogen-poor, alkalic soils that support the salt-desert community.

Information Source: David Oberwager, USGS-AOSO

2. <u>Erosion/Sedimentation</u>: Erosion/sedimentation would increase as would runoff potential. Extent of increases unpredictable without site-specific studies being done.

Information Source: Field observation

C. Air Quality - Wellsite lies in Class II attainment area. No Class I attainment areas are near, or adjacent to, proposed location.

Information Source: Bureau of Land Management and

Utah State Division of Health, Conservation Committee, 1979, Utah air conservation regulations, Bureau of National Affairs, Inc., February.

D. Noise Levels - Ambient noise levels temporarily elevated. Personnel safety could be jeopardized. Wildlife would avoid area.

Information Source: Field observation

- E. Water Resources
  - 1. Hydrologic Character
    - a. <u>Surface Waters</u>: Several small, intermittent drainages would be leveled and filled.

Information Source: Field observation

b. <u>Groundwaters</u>: Contamination to groundwaters through commingling with drilling fluids is possible.

Information Source: Field observation

#### 2. Water Quality

a. <u>Surface Waters</u>: Flows during rainstorms and runoff would carry higher sediment loads, thereby decreasing water quality.

Information Source: Field observation

b. <u>Groundwaters</u>: Operator proposes 200' of surface casing. Commingling of drilling fluids with potentially usable water could render groundwater unusable. Pits would be unlined.

Information Source: Application to Drill

#### F. Flora and Fauna

1. Endangered and Threatened Species Determination

Based on the formal comments received from the Bureau of Land Management on April 1, 1980, we determine that there would be no effect on endangered and threatened species and/or their critical habitat.

2. Flora: Construction would remove about 1.0 acre of vegetation increasing potential for non-point erosion and decreasing soil fertility.

Information Source: Field observation

3. Fauna: Vegetation removal reduces wildlife habitats and food sources. Deer are not known to winter in the area. No known migratory bird nesting areas, strutting or breeding grounds, or fish-spawning areas would be impacted by proposed action.

Information Source: Bureau of Land Management

#### G. Land Uses

1. <u>General</u>: Oil and gas operations, recreation, and grazing are major land uses. Amount and quality of land available to livestock, wildlife, and recreationists would be reduced during well life.

Information Source: Field observation

2. Affected Floodplains and/or Wetlands: N/A

Information Source: Field observation

H. <u>Aesthetics</u>: Operation would not blend with natural surroundings. Most likely unappealing to recreationists. Impact duration: life of well.

Information Source: Field observation

I. <u>Socioeconomics</u>: The effect of one well on local and regional population

and economy would be considered minor. If major discovery, then consider: Population increase, community services taxed, resources depleted, cumulative impacts multiply, pipelines and transportation routes expand.

Information Source: G. Doyle, Environmental Scientist, USGS

J. <u>Cultural Resources Determination</u>: Based on the formal comments received from the Bureau of Land Management on April 1, 1980, we determine that there would be no effect on cultural resources subject to no stipulations.

Information Source: Bureau of Land Management

L. Adequacy of Restoration Plans: Rehabilitation plan judged as adequate. Problems hampering restoration: a) Area subject to short growing season; b) limited precipitation during growing season; and c) generally, very little topsoil which has limited organic matter and is low in fertility.

Information Source: David Oberwager, USGS-AOSO

#### Alternatives to the Proposed Action:

- 1. Disapproving the proposed action or no action If the proposed action is denied, no action would occur, the existing environment would remain in its present state, the lessee/operator would not realize any return on investments and the public would be denied a potential energy source.
- 2. Approving the project with the recommended stipulations Under federal oil and gas leasing provisions, the Geological Survey has a responsibility to approve mineral development if the environmental consequences are not too severe or irreversible. Permanent damage to the surface and subsurface would be prevented as much as possible under USGS and Surface Management Agency supervision. Environmental impacts would be significantly mitigated.

#### Adverse Environmental Effects:

- 1. If approved as proposed:
  - a. About 1.0 acre of vegetation would be removed, increasing and accelerating erosion potential.
  - b. Pollution of groundwater systems would occur with the introduction of drilling fluids into the aquifer(s). The potential for interaquifer leakage and lost circulation is ever-present, depending on the casing program.
  - c. Minor air pollution would be induced on a temporary basis due to exhaust emissions from rig engines and support traffic.
  - d. The potential for fires, leaks, spills of gas and oil or water exists.
  - e. During construction and drilling phases of the operation, noise and dust levels would increase.

- f. Distractions from aesthetics during the lifetime of the project would exist.
- g. Erosion from the site would eventually be carried as sediment in the Colorado River. The potential for pollution to Cisco Washwould exist through leaks and spills.
- h. If hydrocarbons would be discovered and produced, further development of the area could be expected to occur, which would result in the extraction of an irreplaceable resource, and further negative environmental impacts. These impacts include the cumulative loss of wildlife habitat due to the areas necessary for roads, pipelines, drillsites, and transmission lines. These actions may disrupt wildlife social behavior and force habitat relocation over an extended period of time. In addition, the cumulative effects of non-point erosion become substantial in a developing field, primarily those located near perennial streams where siltation and sedimentation are critical to aquatic life cycles.

#### 2. Conditional approval

a. All adverse impacts described in section one above would occur.

#### Recommended Approval Conditions:

Drilling should be allowed, provided the following mitigative measures are incorporated into the proposed APD and adhered to by the operator:

#### 1. See attached Lease Stipulations.

- 2. See attached BLM Stipulations.
- 3. Fence reserve pit on three sides prior to drilling and on the fourth side once the rig moves off.
- 4. Stockpile 12" of topsoil, one-half on the north end and one-half on the south end of the location.

Controversial Issues and Conservation Division Response: None known

We have considered the proposed action in the preceding pages of this EA and find, based on the analysis of environmental considerations provided therein, no evidence to indicate that it will significantly (40 CFR 1508.27) impact the quality of the human environment.

#### <u>Determination</u>

I determine that the proposed action (as modified by the recommended approval conditions) does not constitute a major Federal action significantly affecting the quality of the human environment in the sense of NEPA, Section 102(2)(C).

WP Martens for E.W. Guynn

APR 18 1980

Date

District Engineer
U. S. Geological Survey
Conservation Division
Oil & Gas Operations
Salt Lake City District

#### APPENDICES

APPENDIX I Sundry Notice

APPENDIX II Bureau of Land Management Stipulations

APPENDIX III Mineral Evaluation Report

APPENDIX IV Mining Report

#### **REFERENCES**

- 1 BLM-Moab, Book Mountain Unit Resource Analysis
- 2 Keller, Edward A., <u>Environmental Geology</u>, 488 pages, 1976, Charles E. Merrill.
- Utah State Division of Health, Conservation Committee, Utah Air Conservation Regulations, Revised February, 1979, Bureau of National Affairs, Inc.
- Perkins, David M., <u>Seismic Risk Maps</u>, Reprint-Earthquake Information Bulletin, Nov-Dec 1974, Vol 6, No. 6.
- 5 von Hake, Carl A., Earthquake History of Utah, NOAA.
- 6 BLM-Utah, <u>Final Initial Wilderness Inventory</u>, 50 pp, August 1979, USDI.
- Brown, Merle, Climates of the States Utah, 15 pp, Climatography of the U.S., No. 60-42, Feb. 1960.

Form 9–331	UNITED STATES SUBMIT IN TRIPLICATES (Other instructions on re-	Form approved. Budget Bureau No. 42-R1424. 5. LEASE DESIGNATION AND SERIAL NO.
May 1963)	DEPARTMENT OF THE INTERIOR (Other instructions on the	
	GEOLOGICAL SURVEY	U-02139 6. IF INDIAN, ALLOTTEE OR TRIBE NAME
(Do not us	SUNDRY NOTICES AND REPORTS ON WELLS se this form for proposals to drill or to deepen or plug back to a different reservoir.  Use "APPLICATION FOR PERMIT—" for such proposals.)	7. UNIT AGREEMENT NAME
1.		
W 20	WELL X OTHER	8. FARM OR LEASE NAME
2. NAME OF OPER.	RGY CORPORATION	FEDERAL
	979 ATAB	#23-3
	TO THE PARTY OF TH	10. FIELD AND POOL, OR WILDCAT
4. LOCATION OF W See also space At surface	VELL (Report rotation Chairs)	CISCO DOME  11. SEC., T., R., M., OR BLK. AND BURYEY OR AREA
NE SW.	SECTION 23, T 20S, R 21E, S.L.M.	NE.SW. SEC. 23-20S-21E
2156' f:	r. W-LINE AND 219/ IT. S-LINE	S.L.M. 12. COUNTY OR PARISH 13. STATE
14. PERMIT NO.	1 15 ELEVATIONS (Show whether DF, RT, GR, etc.)	GRAND UTAH
14. FERSII	5245' Grd; 5255' K.B.	- Oldario
16.	Check Appropriate Box To Indicate Nature of Notice, Report, or	Other Data
16.	NOTICE OF INTENTION TO:	EQUENT REPORT OF:
	WATER SHUT-OFF	REPAIRING WELL
TEST WATER	VILLED COMPLETE FRACTURE TREATMENT	ALTERING CASING
FRACTURE TI	SHOOTING OR ACIDIZING	ABANDONMENT*
SHOOT OR AC	CULACE PLANS (Uther)	its of multiple completion on Well
	Completion of Recor	uprecion separation and
	OPPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent datawork. If well is directionally drilled, give subsurface locations and measured and true ver is work.)	
Th	and dod-in on May 8, 1980.	Surface casing,
a	total depth of 2973', which is 43 ft. into the	ne Entrada Formación
(†	total depth of 2973', which is 43 ft. Into the total depth of 2973', which is 45 ft. Into the total depth of 2930'). Ran 96 jts. of $4\frac{1}{2}$ ', $10.50\frac{4}{2}$	, K-55 casing, equipped
พา	top is at 2930'). Ran 96 Jts. 01 42; 10.30"; the a guide shoe on bottom and an orifice flat	collar one joint
al	ith a guide shoe on bottom and an office file bove bottom. Also, ran 8 centralizers and ser	at 2999 , 2000 ,
28	bove bottom. Also, ran 8 centralizers and second 846', 2723', 2665', 2601', and 2540'. Cemento	ed 42 Casing with
22	25 sacks RFC cement.	
Or	n the initial test, the well flowed 850 MCF or tubing pressure of 275#.	n 3/8" choke with
T	he completion of this well will be as soon as	equip <b>o</b>
a	vailable.	
		JUN 9 1980 Y
	ertify that the foregoing is true and correct	DIVISION OF 1980
13. I hereby o	What the foregoing is not the foregoing in the foregoing in the foregoing is not the foregoing in	ONLEGAS MINING
SIGNED		The state of the s
(This space	ec for Federal or State office (se)	
	TITLE	DATE
CONDITIO	ONS OF APPROVAL, IF ANY:	

## SUBMIT IN DUPLA

	DEPAR	TMENT O			?	See other in structions or everse side)	5. LEASE DE U-021	39	ON AND SERIAL NO.
WELL CO	MPLETION	OR RECO	APLETION	REPORT	AND L	OG*	6. IF INDIAN	i, ALLOT	TEE OR TRIBE NAME
1a. TYPE OF WE	LL: OH	, [] GAS [		Other			7. UNIT AGR	EEMENT	NAME
b. TYPE OF COM	WORK DE	EP- T PLUG T	DIFF.				S. FARM OR	LEASE	NAME
WELL LA	OVER L EN	LJ BACK L	resvr	Other			FEDE		¥.
	ENERGY CO	RPORATION					9. WELL NO.		
3. ADDRESS OF OP		THE OTHER PORT		. <u></u>			FEDE	RAL 2	23-3
57	West Sout	h Temple, S	uite 320, S	LC, UT	84101		10. FIELD A		
4. LOCATION OF W	ELL (Report locat	ion clearly and in c	eccordance with an	y State requir	ements)*			O DOM	
At surface NE	/SW Sec. 2	3- T20S, R2	lE, SLM				11. SEC., T., OR AREA		R BLOCK AND SURVEY
At top prod. in	terval reported b	elow					NE/S'	W Sec	23-20S-21
At total denth	2156' FWL,	2197' FSL	7.5				SLM		**
at total depar			14. PERMIT NO.		DATE ISSUE		12. COUNTY PARISH	OR	13. STATE
15. DATE SPUDDED	1 40		43-019-		1-4-		GRAND	1 19 W	LEV. CASINGHEAD
	1	- 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1						1	
May 8, 198	O May 12,	OU May	27, 1980 TVD 1 22. IF MUL	TIPLE COMPL.	45' GL;	5255'	K.b.		CABLE TOOLS
2973'		<u>o</u>	HOW	362.		DRILLED BY	0-2973	i in L	
24. PRODUCING INT	ERVAL(S), OF THIS	COMPLETION-TOP	HOTTOM, NAME (	In AND TVD)*	- 4 -		1 0-22/3	25.	WAS DIRECTIONAL SURVEY MADE
		2480' - 2	490' Morris 372' Morris	son	•				SURVET MADE
·	•	2355' - 2	359' Cedar	Mountain	ំ ២ភ ៖				NO NO
26. TYPE ELECTRIC		RUN COMPENS	ATED NEUTRO	N FORM. I	DENS LTY			27. WA	NO S
28.	AL INDUCTION	ON LATERALO	NG RECORD (Res					.d. \$	
CASING SIZE	WEIGHT, LB.	/FT. (DEPTH SE		LE SIZE	:	CEMENTING	RECORD	- 1	AMOUNT PULLED
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4 1/2"		0# ೆ 5 2938		7 7/8"	225 sk	s			NONE
				1 144 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2			4.5.0	<u> </u>	
		5 5 L	át ei ha						
29		LINER RECORD	<u> </u>	1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	30.		TUBING REC		
SIZE	TOP (MD)	BOTTOM (MD)	BACKS CEMENT*	SCREEN (MI	—— ——	IZE	DEPTH SET (M	(D)	PACKER SET (MD)
	NONE	2			<u> </u>	8 o.d	2328'		NONE
31. PERFORATION RI	ECORD (Interval, s	ize and number)		82.	ACID. SI	OT. FRAC	TURE, CEMEN	T SOUF	EZE ETC.
		다 나는		DEPTH INT			MOUNT AND KIN		
24 23	80' - 2490 62' - 2372	1				NON	VE .		
	55' - 2359		: t						
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33.* DATE FIRST PRODUC		OUCTION METHOD (F	, ,	DUCTION	and turns of	54(m 5)	l werr	em i mil e	(Producing or
8/30/80	TION	Flowing	towing, gue tijt, p	umpiny—size (	ina ivype oj	punipj	ะ รูน	roduc	
DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N. FOR TEST PERIOD	OIL-BBL.	GAS	-MCF.	WATER-BBI	. C	GAS-OIL RATIO
May 27, '8			<del></del>	<u> </u>		8/D			
FLOW. TUBING PRESS.	CASING PRESSU	RE CALCULATED 24-HOUR RAT	OIL—BBL.	GAS3		WATER	BBL.	OIL GR	AVITY-API (CORR.)
275# 34. DISPOSITION OF	275#	or fuel, vented, etc.)	<u> </u>	3 1	398 MCF	1	TEST WITNE	SSED RY	
		. , 200, 000,000, 000.,		-					LEASON
35. LIST OF ATTAC	NTED HMENTS						1 DAKI	<u></u>	TENSON
DR.	TLLING AND	COMPLETION	HISTORY	n ne					
36. I hereby certif	y that the forego	ing and attached in	formation is comp	lete and corre	ct as deter	mined from	all available i	records	

# INSTRUCTIONS

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions. If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments

Consult local State

4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. should be listed on this form, see item 35.

Hem 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Hem 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 24 and in item 24 show the producing interval, or intervals, to possibly intervals and name (s) (if any) for only the interval reported in item 38. Supmit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional atta pertinent to such intervals and the location of the cementing tool.

Hem 29: "Sacks Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Hem 33: Submit a separate completion report on this form for each interval to be separately produced. (See Instruction for items 22 and 24 above.) or Federal office for specific instructions.

	TOP	TRUE VERT. DEPTH				
Geologic Markers	Ã	MEAS. DEPTH		Surface 2205	2355	
38. GEOLOG				Mancos Dakota	Cedar Mtn. Morrison	
THE THERBOF; CORED INTERVALS; AND ALL DZILL-STEM TESTS, INCLUDING PPR, PLOWING AND SHUT-IN PRESSURES, AND RECOVERIES	DESCRIPTION, CONTENTS, ETC.		Morrison sand - relatively clean sand about 8' thick; good gas effect on Neutron Density log. Drilled with mist.	Morrison sand with some shale stringers. Good gas effect on Neutron Formation Density Log. Had to convert to mist	drilling at 2265'.	Relatively thin Cedar Mountain or Morrison sand (5'). Good gas effect on the Neutron Formation Density Log.
OSITY AND CONTEI	BOTTOM		2490	2372	·	2359
MARY OF POROUS ZONES: show all important zones of porosity and contents thereof; depth interval tested, cushion used, time tool open, plowing	TOP		2480	2362		2355
37. SUMMARY OF POROUS ZONES: SHOW ALL IMPORTANT ZONES OF DEPTH INTERVAL TESTED, CUSH	FORMATION		Morrison	Morrison	*	Cédar Mtn.



#### GLEASON ENGINEERING

Registered Professional Engineer

HART C. GLEASON, P.E. 3233 Lakeside Drive, #101 Grand Junction, Colorado 81501

## N. P. ENERGY CORPORATION FEDERAL 23-3

NE/4 NE/4 SW/4 Sec. 23, T20S, R21E

Grand County, Utah

Elevations: 5245 GL; 5255' K.B.

Chronological History
May 11, 1980 through May 13, 1980

Hart &. Gleason, P.E.

N. P. Energy Federal 23-3 NE NE SW Sec. 23, T20S, R21E Grand County, Utah

5-11-80 (Sunday)	Recap Contractor Veco Rig #4 SpuddedMay 8, 1980 8 5/8" 24# surface casing set at 165' and cemented to surface. Drilling 7 7/8" hole with Reed FP-53 button bit. First gas show on connection at 2035' (Mancos). Then gas at 2190' on connection.
	Then gas at 2190' on connection.  Pouring rain. Location and access roads a mess.

- 1315 hrs. Drilled to 2265' with air. Air pressure increased about 25 psig. Converted to mist drilling. Had 10 foot flare on all connections from 2190' to 2346'.
- 1450 hrs. Mist drilling. Significant increase in gas at 2350. Thereafter, continuous flare while drilling.
- 1515 hrs. Connection at 2377'. Continuous 30' flare.
- 1600 hrs. Connection at 2409'. Closed pipe rams and took check on gas volume. Reasonably stabilized pressure of 210 psig with a 2" orifice on a 2" critical flow prover calculates to 1,254 MCFD.
- 1715 hrs. Connection at 2440'. Continuous 30' flare; mist drilling.
- 1925 hrs. Connection at 25321. " " " " " "
- 2005 hrs. Connection at 25631.
- 2055 hrs. Air pressure increased to 290 psig. Flare intermittent on connection. Connection at 2595.
- 2130 hrs. Connection at 2626'. Flare went out when air shut off for connection.
- 2200 hrs. Connection at 2657!. Flare went out when air shut off for connection.
- 2305 hrs. Connection at 2720. Flare went out when air shut off for connection.
  - Raining hard; water truck got stuck on access road.
- 2335 hrs. Connection at 2751'. Mist drilling. Flare intermittent on connection.

#### N. P. Energy Federal 23-3 continued

- 5-12-80 (Monday) 0005 hrs. Connection at 2782'. Flare intermittent on connection.
- O110 hrs. Connection at 2845'. Rotating head blew out. Both "O" rings split. Pipe rams leaking badly. Finally got pipe rams to hold. Pulled up rotating head and replaced "O" rings.
- 0335 hrs. Resumed drilling with mist.
- Oh07 hrs. Connection at 2877'. Flare intermittent on connection.
- O430 hrs. Drilling at 2886'. Flare intermittent. Believe hole making water.
- 0500 hrs. Connection at 2908'. Flare intermittent. Believe hole making water.
- O530 hrs. Reached 2939. Air pressure went up to 600 psig. Reserve pit rapidly filling with water. Believe in Entrada. No choice but to mud up.
- 0630 hrs. Pulled up 5 double stands and started mudding up the hole.

Raining hard.

- O915 hrs. Mixed mud and LCM and finally established mud circulation. Conditioned hole. Drilled one more joint to 2973'. Made short trip and pulled out of hole to log. Measured out of hole; driller's TD 2973'.
- 1430 hrs. Waiting on Schlumberger.
- 1930 hrs. Schlumberger ran Dual Induction Laterlog and rigged up to run the Compensated Neutron Formation Density Log. Unfortunately, could not get below 22101.
- 2330 hrs. Schlumberger pulled out of hole.

Dalgarno on location with 100 joints 42" 10.5#, K-55 casing.

- 5-13-80 Trip in hole to condition hole for Compensated (Tuesday) Neutron Formation Density Log. Out of hole with drill pipe and rigging up to log.
- 0530 hrs.
- 0750 hrs. Out of hole with logging tool.

#### N. P. Energy Federal 23-3 continued

#### 5-13-80 Tuesday continued

Schlumberger formation tops:

Graneros marker	2150'
Dakota	2170'
Cedar Mountain	22451
Morrison	23501
Entrada	29301

- 0906 hrs. Start in hole with drill pipe to condition hole for casing.
- 1100 hrs. Hit bridges in hole 2200'-2300' and 2600'-2700'. Ran bit to 2939'. Increasing viscosity of mud from 114 seconds to 154 seconds and conditioning hole for casing.
- 1130 hrs. T&M Casing Service arrived on location.
- 1200 hrs. Making short trip, pulled 14 stands.
- 1300 hrs. Trip back to 2939! Hit bridges at 92 and 82 stands.
- 1400 hrs. Out of hole 2200'-2300'. Circulated hour. Held strainer at end of flow and caught only LCM and fine cuttings. Evidently hole either swelling or having a LCM build-up. Prepared to trip out laying down drill pipe.

Pulled out of hole laying down drill pipe.

- 1730 hrs. Changed pipe rams in Blow-out-preventor from 3½" to 4½" in preparation for running casing.
- Running 42" 10.5#, K-55, range 2 casing equipped with a guide shoe on bottom and an orifice float collar one joint above bottom. Ran 8 centralizers--i.e. 1 -5' above shoe, 1 on top of first joint and one on every other collar until 8 were used. Ran a total of 96 joints; total tally 2940.53/ Set casing at 2938' K.B. The 8 centralizers were ultimately set at the following K.B. depths: 2933', 2906', 2846', 2723', 2665', 2601', and 2540'. Float (PBTD) at 2906' K.B.
- 2010 hrs. Pumping mud (weight 8.7#; viscosity 153 seconds) down casing with rig pump. Established good circulation.
- 2045 hrs. Dowell cemented the 42" casing with 225 sacks RFC cement (64 bbls. slurry) as follows:

N. P. Energy Federal 23-3 NE/4 NE/4 SW/4 Sec. 23, T2OS, R21E Grand County, Utah

May 22 (Thursday) 1600 hrs. Moved in Fowler Well Service and Schlumberger for Cement Bond Correlation log.

Rigged up Fowler and Schlumberger. Schlumberger ran Cement Bond Correlation log. Schlumberger checked PBTD at 2904' K.B versus 2906' K.B. per casing measurements. Top of good cement indicated at 2062'.

May 23 (Friday) 0800 hrs. Additional tubing and well head equipment delivered from Bookcliff Supply.

Ran 2 3/8" tubing in hole with a 1 25/32" I.D. seating nipple on bottom. Bottom 72 joints were N-80; top 3 joints were J-55 tubing. Total tally run = 2321.78'. Landed bottom of tubing (seating nipple) at 2328' K.B.

Schlumberger made up a 1 3/8" 0.D. scallop carrier loaded over a 10' section with 2 - 1.8 gram Hyperdome jet charges per foot. Ran in hole (full of 2% KCL water). Checked 6 casing collars and 2 tubing collars. Perforated the  $\frac{1}{2}$ " 10.5" casing from  $\frac{2480!-2490!}{K.B.}$  with 2 jet shots per foot as defined.

- 1430 hrs. Schlumberger made up a second 1 3/8" 0.D. scallop carrier loaded over a 10' section with 2 1.9 gram Hyper-dome jet charges per foot. Ran in hole; checked tubing seating nipple and 3 casing collars. Perforated the 42" 10.5 casing from 2362' to 2372' K.B. with 2 jet shots per foot as defined.
- 1530 hrs. Schlumberger made up a third 1 3/8" 0.D. scallop carrier loaded over a 4' section with 2 1.9 gram Hyper-dome jet charges per foot.

Ran in hole. Checked tubing seating nipple and 3 casing collars. Had intended to perforate the 42" casing from 2354'-2358' K.B., but because of a casing collar at 2354', perforated 1' lower-1.e. from 2355'-2359' K.B. with 2 jet shots as defined.

1630 hrs. Rigged down Schlumberger and rigged up to swab well through the tubing. Pulled swab three times and well kicked off unloading KCL water to pit.

#### N. P. Energy Federal 23-3 continued

Tuesday continued 5-13-80

2045 hrs.

- a. Pumped 12 bbls. CW-100 mud flush ahead.
- b. Mixed and pumped 225 sacks RFC cement.
  Slurry weight 14.2#/gal. Mixed at 4 bbls./min.
  c. Displaced with 46.4 bbls. 2% KCL water. Good
- circulation throughout.

Miximum pressure 750 psig. Bumped plug at 15 psig.

2125 hrs. CIP at 2125 hours.



#### GLEASON ENGINEERING

Registered Professional Engineer

HART C. GLEASON, P.E. 3233 Lakeside Drive, #101 Grand Junction, Colorado 81501

#### N. P. ENERGY CORPORATION

FEDERAL #23-3

NE/4 NE/4 SW/4 Sec. 23, T20S, R21E

Grand County, Utah

Elevations: 5245' GL; 5255' K.B.

Chronological History
May 22, 1980 through May 27, 1980

Hart C. Gleason, P.E.

#### N. P. Energy Federal 23-3 continued

May 23	Continued
May 23 1630 hrs.	Flowing well to pit to allow it to clean up.
to	Too much water vapor for accurate gas volume
1800 hrs.	determination. Shut well in.

May 27 Checked 87 hours shut in tubing and casing pressure at 770 psig. Opened well to pit and took a volume test with a 3/8" orifice in a 2" Critical Flow Prover. See tables below:

Time	Pressure, psig	Calculated MCF/D
1145	205	
1200	270	
1215	273	near stabilization
1315	275	898

Note: Produced gas burned well and appeared to be free of water vapor.

October 23, 1980

N.P. Energy Corporation 57 West South Temple Suite 320 Salt Lake City, Utah 84101

> RE: Well No. Federal #23-3 Sec. 23, T. 20S, R. 21E., Grand County, Utah

#### Gentlemen:

According to our records, a "Well Completion Report" filed with this office September 9, 1980, from above referred to well indicates the following electric logs were run: Compensated Neutron Formation Density, Dual Induction Laterolog, Cement Bond Correlation logs. As of todays date this office has not received the Cement Bond Correlation log.

Rule C-5, General Rules and Regulations and Rules of Practice and Procedure, requires that a well log shall be filed with the Commission together with a copy of the electric and radioactivity logs.

Your prompt attention to the above will be greatly appreciated.

Sincerely,

DIVISION OF OIL GAS AND MINING

BARBARA HILL CLERK TYPIST

/bjh



#### **EPS Resources Corporation**

5655 South Yosemite Suite 460 Englewood, CO 80111 (303) 721-7920

April 11, 1989

Bureau of Land Management Moab District Office P. O. Box 970 Moab, Utah 84532

RE: Self-Certification Letter

#### Gentlemen:

Please be advised that EPS Resources Corporation is considered to be the operator of the wells in the Cisco Dome Field (see attachment Exhibit "B") in Grand County, Utah and is responsible under the terms and conditions of the leases for the operations conducted on the leased lands.

Bond coverage for the listed wells is provided by LC #244.

The BLM office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibilities are met.

Sincerely,

Edward Neibauer

President and Chief Operating Officer

EN/dak

Enclosure

# EXHIBIT "B" ATTACHMENT TO SELF-CERTIFICATION LETTER CISCO DOME FIELD GRAND COUNTY, UTAH

LEASE #U	ITUO2	21	392	ł
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LEASE #UTUOZI39A			
	SECTION		•
MET T MUNDED	1/4 OF 1/4	TWP	RNG
WELL NUMBER 23-1	23SWNE	20S	21E
	25SWNE 25SWNE	20S	21E
25-1	24SWSE	20S	21E
24-3	14NESE	20S	21E
14-3	24NWNW	20S	21E
24-2	24NWNW 25SESE	20S 20S	21E
25-3		20S	21E
23-2	23NWNW	20S 20S	21E 21E
25-2	25SWSW	20S 20S	21E 21E
23-3	23NESW	20S 20S	21E 21E
25-4	25NENW		21E 21E
23-4	23NWSE	20S	21E 21E
14-4	14SWSW	20S	
24-4	24NWNE	20S	21E
LEASE #UTU02140A			
LEASE #UTU02140A			
	SECTION		
WELL NUMBER	1/4 OF 1/4	TWP	RNG
13-1	13SWSW	20S	21E
14-1	14NWNW	20S	21E
14-1A	14NWNW	20S	21E
1-10	10nwsw	20S	21E
11-1	11NWSW	20S	21E
14-2	14NENE	20S	21E
15-1	15NESE	20S	21E
22-1	22SENE	20S	21E
15-2	15NWNW	20S	21E
15-3	15NENE	20S	21E
13-2	13SENW	20S	21E
12-1	12SWSW	20S	21E
_11-2	11SESE	20S	21E
13-3	13NWNE	20S	21E
11-3	11swsw	20S	21E
13-4	13NWSE	20S	21E
15-4	15SWSW	20S	21E
10-2	lonesw	20S	21E
TO 2			
LEASE #UTU12702F	<u>7</u>		
	SECTION		
WET.T. NUMBER	1/4 OF 1/4	TWP	RNG
√WELL NUMBER 31-1A	31NENW	20S	22E
√19-3	19SWSW	20S	22E
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32-1			
<b>-</b>	32	205	225

Form 3160-5	UNITED STATE	S SUBMIT IN TRIPLICATES	Budget Bureau No. 1004-0135 Expires August 31, 1985
(November 1983) DEPAR	RTMENT THE	INTERIOR verse side)	5. LEASE DESIGNATION AND SERIAL NO.
, wormgriy 9–331) BUF	REAU OF LAND MANA		UTU02139A  6. IF INDIAN, ALLOTTEE OR TRIBE NAME
	OTICES AND DED	ORTS ON WELLS	G. IF INDIAN, ALBORIDA OR TAIDS
(Do not use this form for p	roposais to drill or to deeper	or plug back to a different reservoir.	
	LICATION FOR PERMIT		7. UNIT AGREEMENT NAME
OIL GAS X OTE	ER.	· · · · · · · · · · · · · · · · · · ·	
2. NAME OF OPERATOR			8. PARM OR LEASE NAME
EPS RESOURCES CORF	ORATION		9. WELL NO.
3. ADDRESS OF OPERATOR	t Cuita 160 En	THE STATE OF THE S	see attached
5655 South Yosemit	tion clearly and in accordance	e Atthrapy Secretaritements.	10. FIELD AND POOL, OR WILDCAT
See also space 17 below.) At surface			Cisco Dome Field
		MAY 1 2 1989	11. SHC., T., R., M., OR BLK. AND SURVEY OR AREA
see attached			see attached
	15. ELEVATIONS (Show	whether Printing St. MINING	12. COUNTY OR PARISH 13. STATE
14. PERMIT NO.		whether UIL, GAS & MINING	Grand UT
	A	ndicate Nature of Notice, Report, or	Other Data
			QUENT REPORT OF:
NOTICE OF	INTENTION TO:	WATER SHUT-OFF	REPAIRING WELL
TEST WATER SHUT-OFF	PULL OR ALTER CASING MULTIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CABING
FRACTURE TREAT	ABANDON*	SHOOTING OR ACIDIZING	ABANDONMENT*
SHOOT OR ACIDIZE	CHANGE PLANS	(Other)	a of multiple completion on Well
(Other) Change of Op	erator	Completion or Recom	pietion Report and Log form.
proposed work. If well is conent to this work.)	poration has acquattached sheet ef	all pertinent details, and give pertinent date surface locations and measured and true vert lired the interests of NP Er fective December 1, 1988.	nergy and is Operator of
Ger Critical Constitution			
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			ere.
			· ·
			e e e e e e e e e e e e e e e e e e e
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			• • • • • • • • • • • • • • • • • • •
18. I hereby certify that the fores	going is true and gorrect		
18. I hereby certify that the fores	1/1/20	ritle —	DATE 4-11-89
SIGNED Edward Neiba	der (lig)	President.	DATE 4-11-89
SIGNED Edward Nelba	1/1/20	President, Ma	DATE 4-11-89
SIGNED Edward Neiba	der (lig)	ritle President	DATE 4-11-89  DATE 4/2/81

\*See Instructions on Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Jed 23-3 perfs 2480-2490 mRSN MRSN 2362-2372 CDMTN 2355-2359 WCR states swo completion zones, But tably with & does not indicate two separate P2's but commingle (?) Conjutes has mess shout it be CM-MR? PERDAN

books like it produces from both morrison and Cedar mountain to me. I don't see any record of any packers or multiple tubing so it appears to be Ask land digher to be sure

***		TED CTATES	· .	SUBMIT IN TRIPLICATI	E• Expi	res August 31.	1985
orm 3160-5 November 1983)	U	NITED STATES	NTERIOR	SUBMIT IN TRIPLICATION (Other instructions on verse side)		DESIGNATION AND I	
Formerly 9–331)	DEPARTM	ENT	MICKION	( , ,,,,,,	<b>–</b>	02139A	
	BUREAU	OF LAND MAIN	J C 111 C 1 1 1		6. IF INDI	IAN, ALLOTTEE OR 7	TRIBE NAME
		TO AND DED	ADTS AN	WELLS			
SUN	DRY NOI	F2 AND KELL	or plue back	to a different reservoir.	1		
(Do not use this	form for proposa	IN FOR PERMIT—"	for such propos	to a different reservoir.	<del>7</del>	GREEMENT NAME	
					1 0	<b>VELOCIAL III</b>	
. OUT CAS	<b>C</b>						
WELL WELL	X OTHER				8. FARM	OR LEASE NAME	
NAME OF OPERATOR					<b>\</b>		
Valley	Operating,	Inc.			9. WELL		
ADDRESS OF OPERATOR	1	_			Se	e Attached	
= =		Denver, CO	80218		10. FIEL	AND POOL, OR WI	LDCAT
TOTAL OF WELL (	Report location cl	Denver, CO	with any Sta	te requirements.	Ci	sco Dome Fi	ield
See also space 17 bel At surface	ow.)				11 780	T. R. M. OR BLK.	
At 00:1					80	RVET OR AREA	
See Att	ached				ر ا	ee Attached	
		•				NTY OR PARISH 13	BTATE
		15. ELEVATIONS (Show	whether Dr. RT	, GR, etc.)	į.		
14. PERMIT NO.		13			Gran	1d	UT
		<u> </u>			01.0	<b>-</b>	
	Chada A	propriete Box To I	ndicate Nat	ure of Notice, Report, o	or Other Da	ia	
18.				SUE	SEQUENT REPO	RT OF:	
	NOTICE OF INTEN	TION TO:				REPAIRING WELL	
		PULL OR ALTER CASING	1	WATER SHUT-OFF		_	[—-]
TEST WATER SHUT-	· · ·	MULTIPLE COMPLETE		FRACTURE TREATMENT		ALTERING CASIN	1 1
FRACTURE TREAT	<del></del>	ABANDON*		SHOOTING OR ACIDIZING		<b>ABANDONMENT</b>	
SHOOT OR ACIDIZE	<del> </del>			(Other)		-I- completion on	Wall
REPAIR WELL		CHANGE PLANS	7			ple completion on ort and Log form.	
(Other) Chang	e of Opera	tor	all postinguit	Completion or Red details, and give pertinent on an and measured and true v	iates, including	estimated date o	f starting any
17. DESCRIBE PROPUSED	OR COMPLETED OF	erations (Clearly state onally drilled. Sive aut	surface locatio	ns and measured and true v	etticat gebenn	IOI dii maineis	
	AUG 2 DIVISIO	NOF				,	
ADDRAVED RV	chat the totegoth will to the Robinson Federal or State	office use)	TITLE	Ser President Sin Charles wanager		DATE _ 4-8-9	<u> </u>
-		್ಲಿ. *Se	e Instruction	s on Reverse Side	art one		

# EXHIBIT "A" FOR CHANGE OF OPERATOR ATTACHMENT TO SUNDRY NOTICE CISCO DOME FIELD GRAND COUNTY, UTAH

#### LEASE #UTUO2139A



AUG 2 8 1992

DIVISION OF OIL GAS & MINING Valley Operating, Inc. Various Wells T. 20 S., R. 21 E. Grand County, Utah Lease U-02139A

#### CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Valley Operating, Inc., is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT0832 (Principal - Valley Operating, Inc.) via surety consent as provided for in 43 CFR 3104.3.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET		Routing:
Attach all documentation received by the division regarding Initial each listed item when completed. Write N/A if item		2- DTSp75 3- VLC 4- RJF t
	ignation of Agent rator Name Change Only	5- RWM 6- ADA
The operator of the well(s) listed below has cha	nged (EFFECTIVE DATE:	3-8-91
TO (new operator) (address)  VALLEY OPERATING INC  745 GILPIN ST  DENVER, CO 80218-3633  LEE ROBINSON phone (303)355-3242 account no. N 8270	(address) 56 EN DA ph	PS RESOURCES CORP  555 S YOSEMITE #460  GLEWOOD, CO 80111  ALE ANNE KESLER  From (303)721-7920  From N2025
<pre>Well(s) (attach additional page if needed):</pre>		
Name: FEDERAL 14-3/DK-MR API: 43-019-30488 En Name: FEDERAL 14-4/MRSN API: 43-019-30878 En Name: FEDERAL 23-3/CM-MR API: 43-019-30588 En Name: FEDERAL 23-4/CDMTN & MR API: 43-019-30760 En	tity:8140 Sec25 Twp20 ltity:8152 Sec14 Twp20 ltity:8153 Sec23 Twp20 ltity:8158 Sec23 Twp20	OSRng21E       Lease       Type: U-02139         OSRng21E       Lease       Type: U-02139
OPERATOR CHANGE DOCUMENTATION		
operator (Attach to this form). (see blan App	_ documentation has bee	en received from <u>former</u>
2. (Rule R615-8-10) Sundry or other <u>legal</u> do (Attach to this form). (Ruld 8-28-92)	ocumentation has been re	ceived from <u>new</u> operator
NA 3. The Department of Commerce has been controlled operating any wells in Utah. Is company yes, show company file number:	y registered with the s	
4. (For Indian and Federal Wells ONLY) The (attach Telephone Documentation Form t comments section of this form. Managem changes should take place prior to comple	ent review of Federal a etion of steps 5 through	and Indian well operator  9 below.
5. Changes have been entered in the Oil and listed above. (83192)		
6. Cardex file has been updated for each well	ll listed above. <i>(8-31-92)</i>	
7. Well file labels have been updated for ea	ach well listed above.(8	2-31-927
8. Changes have been included on the month for distribution to State Lands and the	Tax Commission. (8-31-927)	
9. A folder has been set up for the Operator placed there for reference during routing		

'ERATOR	CHANGE WORKSHEET (CONTINUED) Ini each item when completed. Write N/A item is not applicable.
NTITY	REVIEW
-	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes/no) (If entity assignments were changed, attach <u>copies</u> of Form 6, Entity Action Form).
	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
OND VE	RIFICATION (Fee wells only)
	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond.
<u>lla</u> 2.	A copy of this form has been placed in the new and former operators' bond files.
ula 3.	The former operator has requested a release of liability from their bond (yes/no)  Today's date 19 If yes, division response was made by letter dated 19
EASE I	NTEREST OHNER NOTIFICATION RESPONSIBILITY
•	(Rule R615-2-10) The former operator/lessee of any <b>fee lease</b> well listed above has been notified by letter dated 19, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
-	Copies of documents have been sent to State Lands for changes involving State leases.
TIMINO	())
1.	No. All attachments to this form have been microfilmed. Date: Sept 9, 1993 19
ILING	
CE 1.	Copies of all attachments to this form have been filed in each well file.
£ 2.	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operator Change file.
COMMEN	TS
42083	11 Bhm/Moab Approved 5-6-91 eff. 3-8-91.
-	

FORM 10

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING

355 West North Temple, 3 Triad, Suite 350, Salt Lake City, UT 84180-1203

Page 2 of 4

#### MONTHLY OIL AND GAS PRODUCTION REPORT

OPERATOR NAME AND ADDRESS:			UTAH ACCOUNT NUMBER: N8270			
LEE ROBINSON VALLEY OPERATING INC 745 GILPIN ST			REPORT PERIOD (MONTH/YEAR): 7 / 95			
DENVER CO 80218-3633			AMEN	NDED REPORT (E	Highlight Changes)	
ell Name	Producing	Well	Days	*** · · · · · · · · · · · · · · · · · ·	Production Volumes	
Pl Number Entity Location	Zone	Status	Oper	OIL(BBL)	GAS(MCF)	WATER(BBL)
FEDERAL 14-1A 4301930436 08150 20S 21E 14 FEDERAL 14-2	CM-MR					
4301930487 08151 20S 21E 14	DK-CM					
FEDERAL 14-3 4301930488 08152 20S 21E 14 FEDERAL 14-4	DK-MR					
4301930878 08153 20S 21E 14 FEDERAL 15-2	- MRSN	(- T)				
4301930636 08154 205 21E 15 FEDERAL 15-3	DKTA					******
43-01930637 08155 20S 21E 15	MRSN					<del></del>
4301930625 08156 20S 21E 22	CDMTN				,	
FEDERAL 23-3 4301930588 08157 20S 21E 23	CM-MR		-			
FEDERAL 23-4 4301930760 08158 205 21E 23	CDMTN			745		
FEDERAL 24-2 4301930530 08159 20S 21E 24	DK-MR					*****
FEDERAL 14-1 # 4301930430 08169 20S 21E 14	DKTA					
FEDERAL 25-3 / 4301930575 08170 20S 21E 25	MRSN					
FEDERAL 25-4 / 4301930743 08181 205 21E 25	MRSN					
		W. W. W.	TOTALS			
MMENTS:						
					1 100	
ereby certify that this report is true and complete to	the best of my	knowledge		Da	ite:	
ne and Signature:					Telephone Number:	



August 18, 1995

Lisha Cordova
Utah Natural Resources
Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180

AUG 21 1995

Re:

Sundry Notices for Change of Operator

Cisco Dome Field, Grand County, Utah

Dear Lisha:

Enclosed are Sundry Notices affecting wells located on U-2139A, U-2140A, U-12702, U-12702A, U-12702B, U37730 and ML-24295.

Sincerely,

Beverly Gabbay

Production Department

Form 3160-5 (June 1990)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

	LAND MANAGEMENT	5. Lease Designation and Serial No.	
Do not use this form for proposals to dr	AND REPORTS ON WELDSIUG -? [] :   ill or to deepen or reentry to a different reservoir. R PERMIT—" for such proposals		
	IN TRIPLICATE	7. If Unit or CA, Agreement Designation	
1. Type of Well Oil Gas Well X Well Other		8. Well Name and No.	
2. Name of Operator Pease Operating Com	See Exhibit "A" Attached		
Pease Oil and Gas		9. API Well No.	
3. Address and Telephone No. P. O. Box 1874, Grand Junction	See Exhibit "A" Attached 10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R., M., or Survey D	escription)	Cisco DOme	
See Exhibit "A" Attached.	11. County or Parish, State Grand County, Utah		
12. CHECK APPROPRIATE BOX(	s) TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION	N	
Notice of Intent	Abandonment	Change of Plans	
Subsequent Report	Recompletion Plugging Back	New Construction Non-Routine Fracturing Water Shut-Off	
Final Abandonment Notice	Casing Repair  Altering Casing  Change of Operator	Conversion to Injection  Dispose Water (Note: Report results of multiple completion on Well	
Effective January 1, 1995, Polisted on Exhibit "A" attache	ease Operating Company became the ope	AUG 21 19:5	
14. I hereby certify that the foregoing is true and correct  Signed	Title President  Associate District Manag  CONDITIONS OF APP		
Сившины от аруготы, и апу.	CONDITIONS OF APP		

Pease Oil and Gas Company Wells: SEE ATTACHED LIST T. 20 S., R. 21 E. Grand County, Utah Lease U-02139A

#### CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Pease Oil and Gas Company is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by BLM bond No. UT0073 (Principal - Pease Oil and Gas Company) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

### EXHIBIT "A" TO SUNDRY NOTICE U-2139A

WELL NAME	<u>API NO</u> .	1/4 1/4	<u>SEC</u>	<u>TWP</u>	RNG
Fed 14-3	430193048800S1	NESE	14	20S	21E
Fed 14-4	430193087800S1	SWSW	14	<b>20S</b>	21E
Fed 23-1	430193035500S1	SWNE	23	<b>20S</b>	21E
Fed 23-2	430193058600S1	NWNW	23	<b>20S</b>	21E
Fed 23-3	430193058800S1	NESW	23	<b>20S</b>	21E
Fed 23-4	430193076000S1	NWSE	23	<b>20S</b>	21E
Fed 24-2	430193053000S1	NWNW	24	<b>20S</b>	21E
Fed 24-3	430193043200S1	SWSE	24	<b>20S</b>	21E
Fed 24-4	430193090000S1	NWNE	24	<b>20S</b>	21E
Fed 25-1	43019303590081	SWNE	25	<b>20S</b>	21E
Fed 25-2	430193058700S1	swsw	« <b>25</b>	<b>20S</b>	21E
Fed 25-3	430193057500S1	SESE	25	<b>20S</b>	21E
Fed 25-4	430193074300S1	NENW	25	20S	21E

-END-

#### Valley Operating, Inc.

Office: (303) 355-3242 Fax: (303) 377-9798

745 Gilpin Street
Denver, Colorado 80218-3633

August 31, 1995

Re: Change of Operator Notices
- Acknowledgements -

State of Utah
Utah Division of Oil, Gas & Mining
3 Triad Center, Suite #350
Salt Lake City, Utah 84180-1204

Attn: Lisha

Dear Lisha:

Enclosed are the acknowledgements of the Change of Operator Notices for wells located in Grand County. Also included is the acknowledgement by the BLM of the Change of Operator status for the Antelope Unit in Uintah County.

Gerrity Oil & Gas is preparing State Sundry's for the two Antelope Unit wells. These will be signed by both Gerrity and Valley the week of September 4th and will be forwarded shortly thereafter. Thank you for your guidance in preparing these documents.

> F. Lee Robinson Vice President

Form 3160-5

(June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 

PORM	i appri	OVED
Budget Bure	eau No,	1004-0135
Expires:	March	31, 1993

	ugu ou			.AT22
	Expires:	March	31, 10	23
4444	Decignati	ion and	Corini	NA

6. If Indian, Allottee or Tribe Name

SUND	RY	NOTE	CES:AI	ND REP	ORTS (	ON WELL	.S	
	•••	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					•	•

listed on Exhibit "A" attached. Federal Bond No. 400 DX 0202.

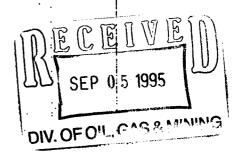
U-2139A

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log (orst.)

	ill or to deepen or reentry to a different reservoir. R PERMIT—" for such proposals	
SUBMIT	IN TRIPLICATE	7. If Unit or CA, Agreement Designation
I. Type of Well  Oil. See Exhibit "A" Attached.	i, CO 81502 (970) 245-5917	#. Well Name and No.  See Exhibit "A" Attached 9. API Well No.  See Exhibit "A" Attached 10. Field and Poot, or Exploratory Area  Cisco DOme 11. County or Parish, State  Grand County, Utah
12. CHECK APPROPRIATE BOX	s) TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent  Subsequent Report	Abandonment Recompletion Plugging Back Casing Repair	Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off
Final Abandonment Notice	Altering Casing    X   Change of Operator	Conversion to Injection

Effective January 1, 1995, Pease Operating Company became the operator of the wells

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)?



	<u> </u>							
14. I hereby certify that the foregoing is	gue and cor	1981				:		
Signed Willaw &	7,	<i>II</i>	Title_	President	<u>.</u>		Date 7-31-95	
(This space for Federal or State office		<del></del>			:	!		

Valley Operating Inc. acknowledges and agrees with this Change of Operator notice

For Valley Operating, Inc.

BY:

F. Lee Robinson Vice President

## EXHIBIT "A" TO SUNDRY NOTICE U-2139A

WELL NAME	API NO.	1/4 1/4	SEC	TWP	RNG
Fed 14-3	430193048800S1	NESE	14	<b>20S</b>	21E
Fed 14-4	430193087800S1	swsw	14	<b>20</b> \$	21E
Fed 23-1	430193035500S1	SWNE	<b>23</b> ;	208	21E
Fed 23-2	430193058600S1	NWNW	23	208	21E
Fed 23-3	430193058800S1	NESW	23	208	21E
Fed 23-4	430193076000S1	NWSE	23	<b>20S</b>	21E
Fed 24-2	430193053000S1	NWNW	24	208	.21E
Fed 24-3	430193043200S1	SWSE	24	<b>20S</b>	21E
Fed 24-4	430193090000S1	NWNE	<b>24</b> :	<b>20S</b>	21E
Fed 25-1	430193035900S1	SWNE	25	<b>20S</b>	21E
Fed 25-2	43019305870081	swsw	<b>~ 25</b>	<b>20S</b>	21E
Fed 25-3	43019305750081	SESE	25	208	21E
Fed 25-4	430193074300S1	NENW	25	208	21E

-END-

	n of Oil, Gas and Mining FOR CHANGE HORKSHEET	Routing
	all documentation received by the division regarding this change. each listed item when completed. Write N/A if item is not applicable.	1-IEC, 7-PL 2-LWF 8-SJ 3-DF 9-FILE 4-VLC
CM Chai □ Des	nge of Operator (well sold)   ☐ Designation of Agent ☐ Operator Name Change Only	5-RJF V 6-LWP V
The of	perator of the well(s) listed below has changed (EFFECTIVE DATE: <u>1-1-95</u>	)
TO (ne	WILLARD PEASE phone ( 303 ) 245-5917 phone (303 ) 245-5917	N ST 0 80218-3633
Hell(s	) (attach additional page if needed):	
Name: Name: Name: Name: Name:	API:         Entity:         SecTwpRng           API:         Entity:         SecTwpRng           API:         Entity:         SecTwpRng           API:         Entity:         SecTwpRng	Lease Type:
Le 1.	OR CHANGE DOCUMENTATION  (Rule R615-8-10) Sundry or other <u>legal</u> <u>documentation</u> has been rece operator (Attach to this form). (field 9-5-95)  (Rule R615-8-10) Sundry or other <u>legal</u> documentation has been received (Attach to this form). (field 8-21-95)	
<u>N/A</u> 3.	The Department of Commerce has been contacted if the new operator above operating any wells in Utah. Is company registered with the state? (yes, show company file number:	is not currently yes/no) If
<u>tec</u> 4.	(For Indian and Federal Hells ONLY) The BLM has been contacted regard (attach Telephone Documentation Form to this report). Make note of comments section of this form. Management review of Federal and Indichanges should take place prior to completion of steps 5 through 9 below	f BLM status in i <b>an w</b> ell operator
Lec 5.	Changes have been entered in the Oil and Gas Information System (Wang/I listed above. (8-30-95)	BM) for each well
	Cardex file has been updated for each well listed above. 9-6-85-	. *
7.	Well file labels have been updated for each well listed above. 9-7-25	
<u>Lu</u> 8.	Changes have been included on the monthly "Operator, Address, and According for distribution to State Lands and the Tax Commission. (8-30-95)	unt Changes" memo
Jucg.	A folder has been set up for the Operator Change file, and a copy of the placed there for reference during routing and processing of the original	

OPERATOR	CCHANGE WORKSHEET (CONTINUED) Initial each item when completed. Write N/A if item is not applicable.
•	REVIEW
Lie1.	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes no) (If entity assignments were changed, attach copies of Form 6, Entity Action Form).
N/A 2.	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
	ERIFICATION (Fee wells only)
Lec/1.	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond.
2.	A copy of this form has been placed in the new and former operators' bond files.
3.	The former operator has requested a release of liability from their bond (yes/no)  Today's date 19 If yes, division response was made by letter dated 19
LEASE I	INTEREST OHNER NOTIFICATION RESPONSIBILITY
, 	(Rule R615-2-10) The former operator/lessee of any <b>fee lease</b> well listed above has been notified by letter dated 19, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
, -	Copies of documents have been sent to State Lands for changes involving State leases.
FILMIN	
_1/1.	All attachments to this form have been microfilmed. Date:
FILING	
1.	Copies of all attachments to this form have been filed in each well file.
2.	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operator Change file.
COMMENT	
•	

WE71/34-35

<sup>t</sup>rorm 3160-5 (June 1990)

### UNITED STATES **DEPARTMENT OF THE INTERIOR** RURFAU OF LAND MANAGEMENT

rui	KINI Y	422	KO.	v ⊏∪	

Budget Bureau No. 1004-0135

Expires: March 31, 1993

BONERO OF EACH	5. Lease Designation and Serial No.				
CUMPRY NOTICES AND	U2139A				
	SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to deepen or reenter a different reservoir.				
	6. If Indian, Allottee or Tribe Name				
Use "APPLICATION FOR PER					
		7. If Unit or CA, Agreement Designation			
SUBMIT IN TI	RIPLICATE				
	8. Well Name and No.				
1. Type of Well		O. Wen Hame and He.			
∏Oil	110(1 1444 4 0 4000 111 11	See Exhibit "A" Attached			
Well X Well Other	[\\	9. API Well No.			
	00				
2. Name of Operator	DIV. OF OIL, GAS & MINING	See Exhibit "A" Attached			
Burkhalter Engineering, Inc.	DIV. Of OIL, date a territory	10. Field and Pool, or Exploratory Area			
3. Address and Telephone No.		Cisco Dome			
P.O. Box 60095 Grand Junction, CO 81	506 (970) 245-5917	11. County or Parish, State			
4. Location of Well (Footage, Sec., T., R., M., or Survey I	Description)	]			
		Grand County, Utah			
See Exhibit "A" Attached					
12. CHECK APPROPRIATE	BOX(s) TO INDICATE NATURE OF NOTICE	E, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE (	OF ACTION			
Notice of Intent	Abandonment	Change of Plans			
Troube of men	Recompletion	New Construction			
Subsequent Report	Plugging Back	Non-Routine Fracturing			
Subsequent Neport	Casing Repair	Water Shut-Off			
Final Abandonment Notice	Altering Casing	Conversion to Injection			
Fillal Abandonment Notice	Other Change of Operator	T #			
	X Other Change of Operator	(Note Report results of multiple completion on ₩ =			
		Completion or Recompletion Report and Log form			
13. Describe Proposed or Completed Operations (Clearly	l v state all pertinent details, and give pertinent dates, i	ncluding estimated date of starting any proposed			
	ocations and measured and true vertical depths for all				
WOLK. II Well is directionally diffied, give observates in		,			
Effective April 1 1008 Burkhalter Engi	ineering became the operator of the well	s listed on Exhibit "A" attached.			
Enective April 1, 1990, Burkhaker Engl	inder the terms and conditions of the lea	se for operations conducted			
		30 for operations contacted			
on the leased lands or portions thereof					
	Mark DIM Dand Mark 174007				
Bond coverage for this well will be prov	rided by BLIM Bond No. 011097				
	0000	$\geq$			
	ally	at lawly			
Willard Pease Jr.					
Pease Oil and Gas Company					
14. I hereby certify that the foregoing is true and	d correct				
Signed M. B. W. W. W. W.	Title PASS	Date May 4, 1998			
1 PLANTED THAT WAY	4-4				
(This space for Federal or State office use)	Title	Date			
Approved by	1100				
Conditions of approval, if any:					

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or

representations as to any matter within its jurisdiction

## EXHIBIT "A" TO SUNDRY NOTICE U-2139A

WELL NAME & NO.	API NO.	<u>1/4 1/4</u>	SEC.	TWP.	RNG.
					o i =
Federal 14-3	43-019-30488	NESE	14	20S	21E
Federal 14-4	43-019-30878	SWSW	14	20S	21E
Federal 23-1	43-019-30355	SWNE	23	20S	21E
Federal 23-2	43-019-30586	NWNW	23	<b>20</b> S	21E
Federal 23-3	43-019-30588	NESW	23	20S	21E
Federal 23-4	43-019-30760	NWSE	23	20S	21E
Federal 24-2	43-019-30530	NWNW	24	20S	21E
Federal 24-3	43-019-30432	SWSE	24	20S	21E
Federal 24-4	43-019-30900	NWNE	24	20S	21E
Federal 25-1	43-019-30359	SWNE	25	<b>20</b> S	21E
Federal 25-2	43-019-30587	SWSW	25	<b>20</b> S	21E
Federal 25-3	43-019-30575	SESE	25	20S	21E
Federal 25-4	43-019-30743	NENW	25	20S	21E

-END-

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801

## MONTHLY OIL AND GAS PRODUCTION REPORT

OPERATOR	NAME	AND	ADDRESS
----------	------	-----	---------

PEASE OIL & GAS COMPANY PO BOX 60219 GRAND JUNCTION, CO 81506

UTAH	ACCOUNT	NUMBER:	N1080	

REPORT PERIOD (MONTH/YEAR): 7 / 1999

AMENDED REPORT [ (Highlight Changes)

WELL NAME	Producing	Well	Well	Days	Production Volumes			
API Number Entity	Location	Zone	Status	Туре	Oper	OIL(BBL)	GAS (MCF)	WATER (BBL)
FEDERAL 13-2 4301930673 08147	20S 21E 13	MRSN		GW		U-2140A	apprv 12:14:99	4:1:98
FEDERAL 13-3 4301930883 08148	20S 21E 13	MRSN		GW		U-2140A	apprv 12:14:99	t# 4:1:98
FEDERAL 13-4 4301930885 08149	20S 21E 13	MRSN		GW		U-2140A	apprv 12.16.99	4.1.98
FEDERAL 14-1A 4301930436 08150	20S 21E 14	CM-MR		GW		U-2140A	apprv 12.110.99	4.1.98
FEDERAL 14-2 4301930487 08151	20S 21E 14	DK-CM		GW		U-2140A	12.16.99	1664.1.98
)ERAL 14-3 4301930488 08152	20S 21E 14	DK-MR		GW		U-2139A	12.16.99	3004.1.98
FEDERAL 14-4 4301930878 08153	20S 21E 14	MRSN		GW		u-2139A	apprv 12:16:99	466 4.1.98
FEDERAL 15-2 4301930636 08154	20S 21E 15	DKTA		GW		u-2140A	apprv 12:16:99	ebb4.1.98
FEDERAL 15-3 4301930637 08155	20S 21E 15	MRSN		GW		U-2140A	12.16.99	4.1.98
FEDERAL 22-1 4301930625 08156	20S 21E 22	CDMTN		GW		U-2140A	apprv 12:16:99	4664.1.98
FEDERAL 23-3 4301930588 08157	20s 21E 23	CM-MR		GW		U-2139A	apprv 12.16.99	464.1.98
FEDERAL 23-4 4301930760 08158	20S 21E 23	CDMTN		GW		u-2139A	apprv 12.16.99	Sto 4.1.48
FEDERAL 24-2 4301930530 08159	20S 21E 24	DK-MR		GW		u-2139A	apprv 12:16:49	464.1.98

TOTALS
Date:
Telephone Number:

FORM 3160-5 (June 1990)

## DEPARTMENT OF THE INTERIOR DEC 2 2 1999

RECEIVED

FORM APPROVED

Budget Bureau No. 1004-0135

BUREAU OF LAI	Expires: March 31, 1993	
	NG5. Lease Designation and Serial No.	
SUNDRY NOTICES AND	- <del>U2130A</del> UD2139A	
Do not use this form for proposals to drill or	to deepen or reenter a different reservoir.	6. If Indian, Allottee or Tribe Name
Use "APPLICATION FOR PE	·	
		7. If Unit or CA, Agreement Designation
SUBMIT IN T	7. II STACK OF A POST OF A	
1. Type of Well		8. Well Name and No.
Oil X Gas Well Other		See Exhibit "A" Attached
	9. API Well No.	
2. Name of Operator		See Exhibit "A" Attached
Burkhalter Engineering, Inc.		10. Field and Pool, or Exploratory Area
3. Address and Telephone No.		Cisco Dome
P.O. Box 60095 Grand Junction, CO 8	1506 (970) 245-5917	11. County or Parish, State
4. Location of Well (Footage, Sec., T., R., M., or Survey		d
4. Ecoador of Vicin (1 cottago, occ., 1., 11., 18., of octive)	Security	Grand County, Utah
See Exhibit "A" Attached		Grana County, Ctan
12. CHECK APPROPRIATE	BOX(s) TO INDICATE NATURE OF NOTIC	E, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE	OF ACTION
Notice of Intent	Abandonment	Change of Plans
L	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
П	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
T Wall / College / World	Other Change of Operator	
	X suid	(Note: Report results of multiple completion on Well
		Completion or Recompletion Report and Log form.)
13. Describe Proposed or Completed Operations (Clear	y state all pertinent details, and give pertinent dates, i	including estimated date of starting any proposed
work. If well is directionally drilled, give subsurface le	ocations and measured and true vertical depths for a	It markers and zones pertinent to this work.)*
		<b>697</b> _ <b>3</b>
Effective April 1, 1998, Burkhalter Engl	ineering became the operator of the well	
	inder the terms and conditions of the lea	
on the leased lands or portions thereof.		
on the reader tands or perturbed the con-		유글 · ਜ਼ <b>Ω</b>
Bond coverage for this well will be prov	vided by BLM Bond No. UT1097	
Bolid coverage for this well will be prov	naca by Bein Bona No. 61 1007	
	$\alpha$	
	Willard Pease Jr.	20 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
	Pease Oil and Gas	Compony ES & S
		Company
14. I hereby certify that the foregoing is true and		- 4 4000
Signed J. M. B. W.	Title PASS	Date May 4, 1998
(This space for Federal or State office use)	Assistant Field	Manager.
Approved by	Title Division of R	esources Date 12/16/99
Conditions of approval, if any:	TitleDivision of Ro	

ic: UDOGM 12/11/199

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## EXHIBIT "A" TO SUNDRY NOTICE U-2139A

WELL NAME & NO.	API NO.	1/4 1/4	SEC.	TWP.	RNG.
Federal 14-3	43-019-30488	NESE	14	<b>20</b> S	21E
Federal 14-4	43-019-30878	SWSW	14	<b>20</b> S	21E
Federal 23-1	43-019-30355	SWNE	23	20S	21E
Federal 23-2	43-019-30586	NWNW	23	20S	21E
Federal 23-3	43-019-30588	NESW	23	20S	21E
Federal 23-4	43-019-30760	NWSE	23	20S	21E
Federal 24-2	43-019-30530	NWNW	24	20S	21E
Federal 24-3	43-019-30432	SWSE	24	20S	21E
Federal 24-4	43-019-30900	NWNE	24	20S	21E
Federal 25-1	43-019-30359	SWNE	25	20S	21E
Federal 25-2	43-019-30587	SWSW	25	<b>20</b> S	21E
Federal 25-3	43-019-30575	SESE	25	20S	21E
Federal 25-4	43-019-30743	NENW	25	208	21E

-END-

Burkhalter Engineering, Inc.
All Wells on Lease UTU02139A
(14-3, 14-4, 23-1, 23-2, 23-3, 23-4, 24-2, 24-3, 24-4, 25-1, 25-2, 25-3, 25-4)
Sections 14, 23, 24 and 25 T. 20 S., R. 21 E.
Grand County, Utah

### **CONDITIONS OF APPROVAL**

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Burkhalter Engineering, Inc. is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1097 (Principal - Burhalter Engineering, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

De ising of	` Oil, Gas and Mining		$\bigcup$					) .	Routing:		
<b>OPER</b>	ATOR CHA	NGE WORI	KSHEET						1/4	V	4
Attach al	ll documentation	received by the	division regard	ling this chan	ıge.				2-GLH 2-FR	SRB	7-KAS
		nen completed.	_	-	_				4-COV	V 4	9-FILE
_ ~						_			15- KD	<u> </u>	
	nge of Opera ignation of O	tor (well sold perator	)	_	nation of A tor Name	•	Only	•			
The ope	rator of the w	ell(s) listed b	elow has ch	anged, eff	ective: _	4-1-98	3				
TO: (ne	w operator)	BURKHALTE	R ENGINEER	RING INC	FROM: (	old ope	rator)	PEAS	E OIL &	GAS C	OMPANY
	(address)	PO BOX 600 GRAND JUNG		81506	·	(	(address)		OX 6021 D JUNCT		81506
		Phone: (970	0)245-5917	<del></del> 7	•			Phone	e: (970)	245-59	)17
		Account no.							ant no. N		
WELL(	S) attach addition	onal page if need	ed:		* CALF	CANYON	UNIT				
Name: _	**SEE ATTAC	HED**	API: 420	193058	Entity:		s <u>23</u>	т <u>э<b>9</b>5</u>	R216	Lease:	
Name: _			API:		Entity: Entity: _		s	T	R 1	Lease: Lease:	
Name:			API:		Entity:		s	$\dot{\underline{\mathbf{T}}} =$	R 1	Lease:	
Name: _ Name: _	· · · · · · · · · · · · · · · · · · ·		API: API:		_ Entity: _ Entity:	·	s :	T		Lease: Lease:	
Name:			API:		Entity:		<u>s</u>	Τ	R	Lease:	
OPERA	TOR CHAN	IGE DOCUN	MENTATIO	ON							
Lec 1.	(r649-8-10) form). (h.	Sundry or oth 5-18-98)	er legal docı	umentation	has been	receive	d from th	ne FORM	MER ope	erator (a	attach to this
<u>Le</u> 2.	(r649-8-10) form). (A	Sundry or o	ther legal de	ocumentat	ion has be	een rece	ived from	n the NI	EW opera	ator (A	ttach to this
<u>N/A</u> 3.	The <b>Depar</b> wells in Uta	tment of Cou h. Is the com —·	nmerce has pany regist	s been contered with	tacted if the the	he new o	operator 10)	above is _ If yes,	not curre show cor	ently of npany	perating any file number:
<u> </u>	note of BLI	AN AND FED M status in co ould ordinaril oelow.	omments sec y take place	ction of th	is form. I the division	BLM ap on's app	proval o proval, ar	of <b>Federa</b> and before	al and In the the con	dian w	ell operator
LDF-5.	Changes hav	ve been enter						_		isted al	ove.
LDC 6.	Cardex file	ve been entere has been upd	(  -  9 .e	99) Cay ch well list	yoru. (	12.30	.99)	,			
NH 7		bels have been									
<u>DP</u> 8.	Changes hav	re been include ds, Sovereign	ed on the m	onthly "Or	perator, Ac	ddress, a	and Acco	unt Char	nges" me	mo for	distribution
<u>D</u> 9.	A folder ha	s been set up	for the Op	erator Cl	hange file	e, and a	copy of	1.	,	•	

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Form 3160-5 (June 1990)

### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED						
Budget Bureau No. 1004-0135						
Expires: March 31, 1993						

Lease	Designation	and	Serial	No.
-------	-------------	-----	--------	-----

		U02139A
Do not use this form for proposals to dri	AND REPORTS ON WELLS If or to deepen or reentry to a different reservoir.  R PERMIT—" for such proposals	6. If Indian, Allonee or Tribe Name
OUDIVIT	IN TOIN IOATE	7. If Unit or CA, Agreement Designation
	IN TRIPLICATE	
Type of Well Oil Gas Well Well Other		8. Well Name and No.
Well Well Unher Name of Operator		See Exhibit "A" attache
Twin Arrow, Inc.		9. API Well No.
Address and Telephone No.		See Exhibit "A" attached
P.o. Box 948, Rangel		10. Field and Pool, or Exploratory Area Cisco Dome
Location of Well (Footage, Sec., T., R., M., or Survey D	escripuon)	11. County or Parish, State
See Exhibit "A" attach	ned	Grand County, Utah
. CHECK APPROPRIATE BOX	(s) TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
		Change of Plans
L Notice of Intent	Abandonment	New Construction
Subsequent Report	Recompletion Plugging Back	Non-Routine Fracturing
7 20036datut Kabout	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	Ober CHANGE OF OPERTOR	Dispose Water (Note: Report results of multiple completion on Well
- Farming Continues Continues Continues	all perninent details, and give perninent dates, including estimated date of star	Completion or Recompletion Report and Log form.) ling any proposed work. If well is directionally drilled,
give subsurface locations and measured and true ver Sept. 1, 2000 Effective Andrews 200	Fixin Arrow, Inc. became the operat	or of the wells
listed on Exhibit "A"	attached. Twin Arrow, Inc. is respo	nsible under the
terms and conditions lands or portions the	of the lease for operations conducted reof.	on the leased
Bond Coverage for thi	s lease (wells) will be provided by B	LM Bond No. UT1185
	J.M. Burkhal	Atter/President ngineering Inc.
		•
14. 1 hereby certification the foregoing is true and torisci	nde Tide Office Manager	Date 8/18/2 000
(This space for Federal or State office use) Approved by William Hung	Assistant Field Manage Division of Resources	
Conditions of approval, if any:	CONDITION.	S OF ADDROVAL <mark>ATTACHED</mark>

## EXHIBIT "A" TO SUNDRY NOTICE WELL LIST U-2139A

<u>WELL NAME &amp; NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG.</u>
Federal 14-3	43-019-30488	NESE	14	20S	21 <b>E</b>
Federal 14-4	43-019-30878	swsw	14	208	21E
Federal 23-1	43-019-30355	SWNE	23	<b>20S</b>	21E
Federal 23-2	43-019-30586	NWNW	23	20S	21E
Federal 23-3	. 43-019-30588	NESW	23	20S	·21E
Federal 23-4	43-019-30760	NWSE	23	20S	21E
Federal 24-2	43-019-30530	NWNW	24	20S	21E
Federal 24-3	43-019-30432	SWSE	24	20S	21E
Federal 24-4	43-019-30900	NWNE	24	20S	21E
Federal 25-1	43-019-30359	SWNE	25	20\$	21E
Federal 25-2	43-019-30587	SWSW	25	20S	21E
Federal 25-3	43-019-30575	SESE	25	20S	21E
Federal 25-4	43-019-30743	NENW	25	20\$	21E

Twin Arrow Incorporated Well Nos. 14-3, 14-4, 23-1, 23-2, 23-3, 23-4, 24-2, 24-3, 24-4, 25-1, 25-2, 25-3, 25-4 Sections 14, 23, 24 and 25 T. 20 S., R. 21 E. Lease UTU02139A Grand County, Utah

### **CONDITIONS OF APPROVAL**

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Twin Arrow Incorporated is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1185 (Principal -Twin Arrow Incorporated) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

### **OPERATOR CHANGE WORKSHEET**

## ROUTING

10/02/2000

10/02/2000

ROULING					
1. GLH	4-KAS				
2. CDW	5-800 A				
3. JLT	6-FILE				

Enter date after each listed item is completed

## X Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

The operator of the well(s) listed below has changed, effective:

Merger

09-01-2000

FROM: (Old Operator):			<b>TO:</b> ( Ne	w Operator):					
BURKHALTER ENGINEERING INC.			TWIN ARROW INC.						
Address: P. O. BOX 60095	<del></del>		Address: P. O. BOX 948						
GRAND JUNCTION, CO 81506			RANGEL	Y, CO 91648					
Phone: 1-(970)-243-6060			Phone: 1-(	970)-675-8226	5				
Account No. N6820			Account	N1415					
	CA No.		Unit:						
WELL(S)									
( )	API		<b>ENTITY</b>	SEC. TWN	LEASE	WELL	WELL		
NAME	NO.		NO.	RNG	TYPE	TYPE	STATUS		
FEDERAL 14-3	43-019	-30488	8152	14-20S-21E	FEDERAL	GW	S		
FEDERAL 14-4	43-019	-30878	8153	14-20S-21E	FEDERAL		S		
FEDERAL 23-1	43-019	-30355	11393	23-20S-21E	FEDERAL		S		
FEDERAL 23-2	43-019	-30586	8140	23-20S-21E	FEDERAL	GW	S		
FEDERAL 23-3	43-019	-30588	8157	23-20S-21E	FEDERAL		S		
FEDERAL 23-4	43-019	-30760	8158	23-20S-21E	FEDERAL		S		
FEDERAL 24-2	43-019	-30530	8159	24-20S-21E	FEDERAL		S		
FEDERAL 24-3	43-019	-30432	11395	24-20S-21E	FEDERAL		S		
FEDERAL 24-4	43-019	-30900	8208	24-20S-21E	FEDERAL		S		
FEDERAL 25-1	43-019	-30359	11394	25-20S-21E	FEDERAL		P		
FEDERAL 25-2	43-019	-30587	11392	25-20S-21E	FEDERAL		S		
FEDERAL 25-3	43-019	-30575	8170	25-20S-21E	FEDERAL		S		
FEDERAL 25-4	43-019	-30743	8181	25-20S-21E	FEDERAL	GW	S		
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			<u> </u>	<u> </u>	<u> </u>				
OPERATOR CHANGES DOCUMENT	TATION								

(R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on:

2. (R649-8-10) Sundry or legal documentation was received from the NEW operator on:

3.	The new company has been checked through the Department of Commerce, Division of Corporations Database on: 10/02/2000
4.	Is the new operator registered in the State of Utah:  YES  Business Number:  *APPLICATION HAS BEEN SUBMITTED TO DIV OF CORP.
5.	If NO, the operator was contacted contacted on:
6.	Federal and Indian Lease Wells: The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on:  09/26/2000
7.	Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on:  N/A
8.	Federal and Indian Communization Agreements ("CA"): The BLM or the BIA has approved the operator change for all wells listed involved in a CA on:  N/A
9.	Underground Injection Control ("UIC") Pro; The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:  N/A
D	ATA ENTRY:
1.	Changes entered in the Oil and Gas Database on:  10/10/2000
2.	Changes have been entered on the Monthly Operator Change Spread Sheet on: 10/10/2000
3.	Bond information entered in RBDMS on:  N/A
4.	Fee wells attached to bond in RBDMS on:  N/A
S	TATE BOND VERIFICATION:
1.	State well(s) covered by Bond No.:
E	EE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:
	(R649-3-1) The NEW operator of any fee well(s) listed has furnished a bond:  YES
2.	The <b>FORMER</b> operator has requested a release of liability from their bond on:  N/A  The Division sent response by letter on:  N/A
3.	(R649-2-10) The <b>FORMER</b> operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:  09/28/2000
FI	ILMING:
	All attachments to this form have been MICROFILMED on:
IF!	ILING:
	ORIGINALS/COPIES of all attachments pertaining to each individual well have been filled in each well file on:
C	OMMENTS:
_	
_	

Form 3160-5 (June 1990)

### UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

RECEIVED MOAB FIELD OFFICE

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

en Brown with the regularization

5. Lease Designation and Serial No. U-12702A

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentanto a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals 24 P 3: 12 7. If Unit or CA, Agreement Designation DEPT OF THE INTERIOR SUBMIT IN TRIPLICATE 1. Type of Well ☐ weil Well Well 8. Well Name and No. See Exhibit "A" attached 2. Name of Operator 9. API Well No. Jelco Energy Inc. See Exhibit "A" attached 3. Address and Telephone No. P.O. Box 948, Rangely, CO 81648 970-675-8226 10. Field and Pool, or Exploratory Area Cisco Dome 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State See Exhibit "A" attached Grand County, Utah CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Counge of Time Abundennient New Construction Recompletion Subsequent Airport Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Altering Casing Conversion to Injection Final Abandonment Notice Other Change of Operator Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Effective May 23, 2001, Jelco Energy Inc. became the operator of the wells listed on Exhibit "A" attached. Jelco Energy Inc. is responsible under the terms and conditions of the lease for operations conducted on the leased lands or portions thereof.

Bond Coverage for this lease (wells) will be provided by BLM Bond No. UT1185

	<i>2</i>				
14.	1 hereby certify that the foregoing is true and correct Signed 1209 occ	Tive	Office Manager	Date 5/23/2001	
	(This space for Federal or State office use)  Approved by	Title	Assistant Field Manager, Division of Resources	Date 5/25/01	
		. ,	CONDITIONS OF APPRO	VAL ATTACHED	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Jelco Energy, Inc. Well Nos. 19-1A, 19-3 and 31-1A Sections 19 and 31 T. 20 S., R. 22 E. Lease UTU12702A Grand County, Utah

### **CONDITIONS OF APPROVAL**

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Jelco Energy, Inc. is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1185 (Principal - Jelco Energy, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

## EXHIBIT "A" TO SUNDRY NOTICE WELL LIST U-2139A

WELL NAME & NO.	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	RNG.
Federal 14-3	43-019-30488	NESE	14	20\$	21E
Federal 14-4	43-019-30878	swsw	14	20\$	21E
Federal 23-1	43-019-30355	SWNE	23	20\$	21E
Federal 23-2	43-019-30586	NWNW	23	208	21E
Federal 23-3	43-019-30588	NESW	23	20\$	21E
Federal 23-4	43-019-30760	NWSE	23	20\$	21E
Federal 24-2	43-019-30530	WWW	24	<b>20</b> S	21E
Federal 24-3	43-019-30432	SWSE	24	20S	21E
Federal 24-4	43-019-30900	NWNE	24	208	21E
5	43-019-30359	SWNE	25	20\$	21E
Federal 25-1	43-019-30587	SWSW	25	20S	21E
Federal 25-2	43-019-30575	SESE	25	208	21E
Federal 25-3		NENW	25	208	21E
Federal 25-4	43-019-30743	1451444	20		- · <del>-</del>

## EXHIBIT "A" TO SUNDRY NOTICE U-12702A

The state of the s	EXHIBIT "A" TO SUNDF U-12702A	RY NOTICI	Ξ	
WELL NAME & NO. Federal 19-1A Federal 19-3 Federal 31-1A	API NO. 1/4 1/4 43-019-30896 SWNW 43-019-30302 SWSW 43-019-30308 NENW	<u>SEC.</u> 19 19 31	TWP. 20S 20S 20S	RNG. 22E 22E 22E

## EXHIBIT "A" TO SUNDRY NOTICE WELL LIST U-2140A

· · · · · · · · · · · · · · · · · · ·					
WELL NAME & NO.	API NO.	1/4 1/4	SEC	TWP	RNG.
Federal 10-2 √	43-019-31210	NESW	10	20\$	21E
Federal 11-1	43-019-30485	NWSW	11	20\$	21E
Federal 11-2/	43-019-30882	SESE	11	20S	21E
Federal 11-3/	43-019-30884	SWSW	11	20S	21E
Federal 12-1,	43-019-30881	SWSW	12	20\$	21E
Federal 13-1	43-019-30348	SWSW	13	20S	21E
Federal 13-2	43-019-30673	SENW	13	20S	21E
Federal 13-3	43-019-30883	NWNE	13	20S	21E
	43-019-30885	NWSE	13	20S	21E
Federal 13-4	43-019-30430	WNW	14	208	21E
Federal 14-1	43-019-30436	NWNW	14	20S	21E
Federal 14-1A		NENE	14	20S	21E
Federal 14-2	43-019-30487	NESE	15	20S	21E
Federal 15-1	43-019-30585	NWNW	15	208	21E
Federal 15-2	43-019-30636	NENE	15	208	21E
-Federal 15-3 √	43-019-30637	SWSW	15	208	21E
Federal 15-4	43-019-30887		10	208	21E
Federal 1-10	43-019-30484	NWSW	22	20S	21E
Federal 22-1√	43-019-30625	SENE	22	200	216

0

		STATE OF UTAH		•	
	DE DI\		5. LEASE DESIGNATION AND SERIAL NUMBER:		
		IOTICES AND REPORTS		LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: .
			nt hottom-hole dept	h, reenter plugged wells, or to	7. UNIT OF CA AGREEMENT NAME:
Do vot nas ane roun ior i	drill horizontal latera	wells, significantly deepen existing wers blook con- is. Use APPLICATION FOR PERMIT TO DRILL for	m for such proposal	18.	8. WELL NAME and NUMBER:
I. TYPE OF WELL	OIL WELL X	see attached list			
	OIL WELL IN	GAS WELL OTHER_	·	<del></del>	9. API NUMBER:
2. NAME OF OPERATOR					
Jel	co Energ	y, Inc.		PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
3. ADDRESS OF OPER	ATOR:	Rangely STATE CO ZIP	81648	9706758226	
. O. BOX 9 4. LOCATION OF WELL FOOTAGES AT SUR	FACE:				COUNTY: Grand
QTR/QTR, SECTION	, TOWNSHIP, RANGE	E, MERIDIAN:		•	UTAH
				OF NOTICE DED	ORT OR OTHER DATA
11, CI	HECK APPRO	OPRIATE BOXES TO INDICAT	E NATURE	OF NOTICE, KEP	JK1, OK O I I L.K D. K.
TYPE OF SUE			1	YPE OF ACTION	REPERFORATE CURRENT FORMATION
TIPE OF OOL	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	ACIDIZE	DEEPEN		-
NOTICE OF IN		ALTER CASING	FRACTUR	E TREAT	SIDETRACK TO REPAIR WELL
(Submit in Du	l l		☐ NEW CON	STRUCTION	TEMPORARILY ABANDON
Approximate date	work will start	CASING REPAIR	<u> </u>	OR CHANGE	TUBING REPAIR
		CHANGE TO PREVIOUS PLANS	تها		VENT OR FLARE
		CHANGE TUBING		D ABANDON	WATER DISPOSAL
SUBSEQUEN	T REPORT	CHANGE WELL NAME	PLUG BA		WATER SHUT-OFF
(Submit Origi	nat Form Only)	CHANGE WELL STATUS	PRODUC	TION (START/RESUME)	WATERSHUT-OFF
Date of work cor	npletion:	COMMINGLE PRODUCING FORMATIONS	RECLAM	ATION OF WELL SITE	OTHER:
		CONVERT WELL TYPE	RECOMP	LETE - DIFFERENT FORMATIC	)N
		1 L		t it it a datas danihe wol	imes elc.
12. DESCRIBE P	ROPOSED OR CO	MPLETED OPERATIONS. Clearly show all	pertinent detaits	IUCIOONI Garas' gabrus' 401	
	see att	ached list			
Unt	il May	1, 2001 Twin Arrow	, INC.	and Jeleo El n Arrow, Inc	c. and
	. +ha ea	ma company. We SU.			

were the same company. We split Twin Arrow, Inc. and Jelco Energy apart so Jelco Energy could operate all the Utah wells and Twin Arrow will operate all the Colorado Wells.

NAME (PLEASE PRINT) Linda C. Gordon	τπιε <u>Office Manager</u>
Sind Clind	DATE 6/1/2001
SIGNATURE	

(This space for State use only)

RECEIVED

JUN 15 2001

DIVISION OF OIL, GAS AND MINING

(See instructions on Reverse Side)

FED. LEASE #	API# WELL NAME	SEC	QTP	TWP	RNG
LITT 15075	40040202020 CALE CANVON #4	11	NWNW	208	21E
UTU5675	430193039200 CALF CANYON #4	11	SENE	20S	21E
UTU72600	430193039300 CALF CANYON #5	10	SWNW	20S	21E
UTU72600	430193109400 FEDERAL #675-3 430193119700 CALF CANYON #8	3	SESW	20S	21E
UTU11620	430193019700 CALF CANTON #6 430193029800 CALF CANYON #1	3	SWSE	20S	21E
UTU70813A UTU70813A	430193037600 FEDERAL 675-1	10	NENW	20S	21E
UTU70813A	430193037600 FEDERAL 075-1 430193116800 CALF CANYON #7	2	SESW	20S	21E
UTU70813A	430193118700 FEDERAL 675-4	10	NENW	20S	21E
UTU70813A	430193119900 FEDERAL 675-5	10	NWNW	208	21E
UTU70813A	430193119300 CALF CANYON #10	3	SESE	208	21E
UTU70813A	430193120800 FEDERAL 675-6	9	NENE	208	21E
UTU70813A	430193120900 CALF CANYON #11	3	SWSW	208	21E
UTU02139A	430193035500 FEDERAL 23-1	23	SWNE	<b>20S</b>	21E
UTU02139A	430193035900 FEDERAL 25-1	25	SWNE	20\$	21E
UTU02139A	430193043200 FEDERAL 24-3	24	SWSE	<b>20S</b>	21E
UTU02139A	430193048800 FEDERAL 14-3	14	NESE	<b>20S</b>	21E
UTU02139A	430193053000 FEDERAL 24-2	24	NWNW	<b>20</b> S	21E
UTU02139A	430193057500 FEDERAL 25-3	25	SESE	20S	21E
UTU02139A	430193058600 FEDERAL 23-2	23	NWNW	<b>20</b> S	21E
UTU02139A	430193058700 FEDERAL 25-2	25	SWSW	208	21E
UTU02139A	430193058800 FEDERAL 23-3	23	NESW	208	21E
UTU02139A	430193074300 FEDERAL 25-4	25	NENW	<b>20</b> S	21E
UTU02139A	430193076000 FEDERAL 23-4	23	NWSE	<b>20</b> S	21E
UTU02139A	430193087800 FEDERAL 14-4	14	SWSW	208	21E
UTU02139A	430193090000 FEDERAL 24-4	24	NWNE	<b>20</b> S	21E
UTU02140A	430193034800 FEDERAL 13-1	13	SWSW	208	21E
UTU02140A	430193043000 FEDERAL 14-1	14	NWNW	208	21E
UTU02140A	430193043600 FEDERAL 14-1A	14	NWNW	208	21E
UTU02140A	430193048400 FEDERAL 10-1	10	NWSW	208	21E
UTU02140A	430193048500 FEDERAL 11-1	11	NWSW	208	21E
UTU02140A	430193048700 FEDERAL 14-2	14	NENE	208	21E
UTU02140A	430193058500 FEDERAL 15-1	15	NESE	208	21E
UTU02140A	430193062500 FEDERAL 22-1	22	SENE	208	21E
UTU02140A	430193063600 FEDERAL 15-2	15	NWNW	208	21E
UTU02140A	430193063700 FEDERAL 15-3	15	NENE	208	21E
UTU02140A	430193067300 FEDERAL 13-2	13	SENW	208	21E
UTU02140A	430193088100 FEDERAL 12-1	12	SWSW	20S	21E 21E
UTU02140A	430193088200 FEDERAL 11-2	11	SESE	20S	21E
UTU02140A	430193088300 FEDERAL 13-3	13	NWNE SWSW	20S 20S	21E
UTU02140A	430193088400 FEDERAL 11-3	11	NWSE	20S	21E
UTU02140A	430193088500 FEDERAL 13-4	13 15	SWSW	20S	21E
UTU02140A	430193088700 FEDERAL 15-4	10	NESW	20S	21E
UTU02140A	430193121000 FEDERAL 10-2	30	SWNW	20S	22E
UTU12702	430193042900 FEDERAL 30-1 430193030200 FEDERAL 19-3	30 19	SWSW	208	22E
UTU12702A	430193030200 FEDERAL 19-3 430193030800 FEDERAL 31-1A	31	NENW	20S	22E
UTU12702A	430193030800 FEDERAL 31-1A 430193030800 FEDERAL 31-1A	31	NENW	208	22E
UTU12702A	430193030800 FEDERAL 31-1A 430193089600 FEDERAL 19-1A	19	SWNW	20S	22E
UTU12702A	430193089600 FEDERAL 19-1A 430193087500 FEDERAL 18-1	18	NESW	208	22E
UTU37730	400180001000 FEDEIVAL 10-1	10	. 16011		
STATE WELL ML-24295	430193034700 STATE 32-1	32	W 1/2	<b>20</b> S	22E

## **OPERATOR CHANGE WORKSHEET**

ROUTING	
1. GLH /	4-KAS
2. CDW	5-LPV 6/3 +
3. JLT	6-FILE

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

X Operator Name Change (Only)

Merger

The operator of the well(s) listed below has change	ged, effective:	05-23-20	001	•		
FROM: (Old Operator):	1	TO: ( Ne	w Operator):		·	
TWIN ARROW INC	+		VERGY INC			
Address: P. O BOX 948	1		P. O . BOX 94	10		
Addless. F. O BOX 948	1	Address.	1.0.BOX 3	70		
RANGELY, CO 81648	1	RANGEL	Y, CO 81648			
Phone: 1-(970)-675-8226	1	Phone:	1-(970)-675-8	226		
Account N1415	1	Account	N1825			
CA No.		Unit:				
WELL(S)						
	API	ENTITY	SEC TWN	LEASE	WELL	WELL
NAME	NO	NO	RNG	TYPE	TYPE	STATUS
FEDERAL 1-10	43-019-30484	8141	10-20S-21E	FEDERAL	GW	S
FEDERAL 11-1	43-019-30485	8142	11-20S-21E	FEDERAL	GW	P
FEDERAL 13-1	43-019-30348	8146	13-20S-21E	FEDERAL	GW	TA
FEDERAL 14-1	43-019-30430	8169	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-1A	43-019-30436	8150	14-20S-21E	FEDERAL	GW	TA
FEDERAL 14-2	43-019-30487	8151	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-3	43-019-30488	8152	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-4	43-019-30878	8153	14-20S-21E	FEDERAL	GW	S
FEDERAL 15-1	43-019-30585	11391	15-20S-21E	FEDERAL	GW	TA
FEDERAL 23-1	43-019-30355	11393	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-2	43-019-30586	8140	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-3	43-019-30588	8157	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-4	43-019-30760	8158	23-20S-21E	FEDERAL	GW	P
FEDERAL 24-2	43-019-30530	8159	24-20S-21E	FEDERAL	GW	P
FEDERAL 24-3	43-019-30432	11395	24-20S-21E	FEDERAL	GW	P
FEDERAL 24-4	43-019-30900	8208	24-20S-21E	FEDERAL	GW	TA
FEDERAL 25-1	43-019-30359	11394	25-20S-21E	FEDERAL	GW	S
FEDERAL 25-2	43-019-30587	11392	25-20S-21E	FEDERAL	OW	S
FEDERAL 25-3	43-019-30575	8170	25-20S-21E	FEDERAL	GW	P
FEDERAL 25-4	43-019-30743	8181	25-20S-21E	FEDERAL	GW	P
OPERATOR CHANGES DOCUMENTATION  1. (P640 8 10) Sundry or legal documentation was received	from the FODM	FD operato	r on:	06/15/2001		-
<ol> <li>(R649-8-10) Sundry or legal documentation was received from the FORMER operator on: 06/15/2001</li> <li>(R649-8-10) Sundry or legal documentation was received from the NEW operator on: 06/15/2001</li> </ol>						
3. The new company has been checked through the <b>Departn</b>			of Corporation			06/18/2001
2. 2. 2. 10. Company and cook and and and the beparent		,	P			
4. Is the new operator registered in the State of Utah:	YES	_Business l	Number:	4 <u>825833-01</u> 4	13	-

5.	If NO, the operator was contacted contacted on:  N/A
6.	Federal and Indian Lease Wells: The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on:
7.	Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on:  N/A
8.	Federal and Indian Communization Agreements ("CA"): The BLM or the BIA has approved the operator change for all wells listed involved in a CA on:  N/A
9.	Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:  N/A
<b>D</b> .	ATA ENTRY:  Changes entered in the Oil and Gas Database on:  06/19/2001
2.	Changes have been entered on the Monthly Operator Change Spread Sheet on: 06/19/2001
3.	Bond information entered in RBDMS on: N/A
4.	Fee wells attached to bond in RBDMS on:  N/A
<b>S</b> 7	State well(s) covered by Bond No.:  N/A
	EE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:
1.	(R649-3-1) The NEW operator of any fee well(s) listed has furnished a bond:  N/A
2.	The <b>FORMER</b> operator has requested a release of liability from their bond on:  N/A  The Division sent response by letter on:  N/A
3.	(R649-2-10) The <b>FORMER</b> operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:  N/A
	ILMING: All attachments to this form have been MICROFILMED on: フルレルン
	LING: ORIGINALS/COPIES of all attachments pertaining to each individual well have been filled in each well file on:
C	DMMENTS:
_	
_	

## **Pacific Energy & Mining Company**

RECEIVED LONG FIELD OFFICE

2002 JAN -9 A 9:57

THE INTERIOR

November 20, 2001

Jelco Energy Inc. 2201 Civic #400 Amarillo, TX 79109

Attn: Steve Looper

Subject: Operators Meeting Cisco Dome Wells

Gentlemen:

Pursuant to Article V(A) 1. of the operating agreement dated September 1, 1990, we hereby give the rquireed 30 day notice to your company to remove Jelco as the operator of the following wells:

Federal 11-1

Federal 24-2

Federal 23-3

Federal 10-1

Pursuant to the operating agreement since we own majority interest in the Federal 11-1 and Federal 24-2 wells our vote constitutes removal of the operator. The removal is based upon your failure to address the following issues:

- Shrinkage and loss of natural gas;
- 2. Uneconomic operation of our properties;

The removal of the operator is effective December 21, 2001. Effective December 21, 2001 we will nominate Mar/Reg Oil Company to operate our properties.

We also call a meeting of the working interest owners on the above wells, said meeting to be held at the offices of the Utah Division of Oil Gas and Mining on December 20 at 9:00 am. Our interest will be represented by Mr. Dean Christensen.

If you have any questions please call.

Kingerely,

Tariq Ahmad

Cc: Utah Division of Oil Gas and Mining

Dean Christensen

P.O. Box 18148 Reno, Nevada 89511 Phone: 775 852-7444 Fax: 775 851-1138

## Pacific Energy & Mining Company

RECEIVED MOAD FIELD OFFICE

2002 JAN -9 A 9:57

MUT OF THE INTERIOR
FOLGE LAND MGHT

November 21, 2001

Jelco Energy Inc. 7201 I-40 West, Suite 316 Amarillo, TX 79106

#### Gentlemen:

Tariq Ahmad

Reference your letter dated November 21, 2001 requesting a copy of the joint operating agreement, we will mail you a copy if you are willing to pay for the copying and shipping charges. Obviously as the current operator you should have copies of the operating agreement on this property. You should look at your own files and try to locate the same. The operating agreement on this property was redone after the bankruptcy of NP Energy, the operating agreement on the property is AAPL Form 610 – 1989, dated September 1, 1990.

P.O. Box 18148 Reno, Nevada 89511

RECEIVED MOAN FIELD OFFICE

7007 JAN -9 A 9:57

ELEAU OF LAND MORT

## NOTICE OF MEETING

(FILED: JELCO OFR CHANGE)

DATE: 21 DECEMBER 2001

TIME: 0900 HOURS

LOCATION: DIVISION OF OIL, GAS AND MINING

1654 WEST NORTH TEMPLE SALT LAKE CITY, UTAH

PURPOSE OF MEETING: CHANGE OF OPERATOR

**CISCO DOME** 

GRAND COUNTY, UTAH

MINUTES OF MEETING:

PARTIES PRESENT: A. DEAN H. CHRISTENSEN

R. GARRY CARLSON

(REPRESENTING MAR/REG)

B. JELCO ENERGY. INC CURRENT OPERATOR

THIS IS THE DATE AND TIME FOR A MEETING OF THE WORKING INTEREST OWNERS OF CERTAIN OIL AND GAS WELLS CURRENTLY BEING OPERATED BY JELCO ENERGY. INC. THE REQUIRED THIRTY DAY NOTICE HAVING BEEN DELIVERED AND ACKNOWLEDGED BY JELCO.

#### MINUTES OF MEETING:

AT 0900 HRS, NO PARTIES REPRESENTING JELCO ENERGY, INC., HAD MADE AN APPEARANCE AT THE DIVISION OF OIL. GAS AND MINING. WAITED UNTIL 0930 HRS BEFORE DEPARTING THE STATE OFFICE.

WE HAD AN EXTENDED DISCUSSION WITH MR. JIM THOMPSON. STATE OF UTAH. MR. THOMPSON STATED THAT UTAH WOULD REQUIRE A "CHANGE OF OPR" NOTICE FROM BOTH JELCO AND MAR/REG, OR NOTICE THAT THE BLM HAD ACCEPTED THE CHANGE OF OPERATOR SINCE THE WELLS IN QUESTION WERE ON FEDERAL LEASES.

## ARTICLE V. OPERATOR

## A. Designation and Responsibilities of Operator: EPS Resources Corporation

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shall be the Operator of the Contract Area, and shall contact and have full control of all operations on the Contract Area as permitted and required by, and within the limit this agreement. In its performance of services hereunder for the Non-Operators, Operator shall be an independent contrant subject to the control or direction of the Non-Operators except as to the type of operation to be undertaken in accordate with the election procedures contained in this agreement. Operator shall not be deemed, or hold itself out as, the agent of Non-Operators with authority to bind them to any obligation or liability assumed or incurred by Operator as to any the party. Operator shall conduct its activities under this agreement as a reasonable prudent operator, in a good and workman manner, with due diligence and dispatch, in accordance with good oilfield practice, and in compliance with applicable law a regulation, but in no event-shall it have any liability as Operator to the other parties for losses sustained or liabilities incontact.

#### B. Resignation or Removal of Operator and Selection of Successor:

1. Resignation or Removal of Operator: Operator may resign at any time by giving written notice thereof to Non-Operator If Operator terminates its legal existence, no longer owns an interest hereunder in the Contract Area, or is no longer capable serving as Operator, Operator shall be deemed to have resigned without any action by Non-Operators, except the selection of successor. Operator may be removed only for good cause by the affirmative vote of Non-Operators owning a majority interbased on ownership as shown on Exhibit "A" remaining after excluding the voting interest of Operator; such vote shall not deemed effective until a written notice has been delivered to the Operator by a Non-Operator detailing the alleged default a Operator has failed to cure the default within thirty (30) days from its receipt of the notice or, if the default concerns operation then being conducted, within forty-eight (48) hours of its receipt of the notice. For purposes hereof, "good cause" slimean not only gross negligence or willful misconduct but also the material breach of or inability to meet the standards operation contained in Article V.A. or material failure or inability to perform its obligations under this agreement.

Subject to Article VII.D.1., such resignation or removal shall not become effective until 7:00 o'clock A.M. on the fiday of the calendar month following the expiration of ninety (90) days after the giving of notice of resignation by Opera or action by the Non-Operators to remove Operator, unless a successor Operator has been selected and assumes the duties Operator at an earlier date. Operator, after effective date of resignation or removal, shall be bound by the terms hereof a Non-Operator. A change of a corporate name or structure of Operator or transfer of Operator's interest to any sin, subsidiary, parent or successor corporation shall not be the basis for removal of Operator.

- 2. Selection of Successor Operator: Upon the resignation or removal of Operator under any provision of this agreement successor Operator shall be selected by the parties. The successor Operator shall be selected from the parties owning interest in the Contract Area at the time such successor Operator is selected. The successor Operator shall be selected by a affirmative vote of two (2) or more parties owning a majority interest based on ownership as shown on Exhibit "7 provided, however, if an Operator which has been removed or is deemed to have resigned fails to vote or votes only succeed itself, the successor Operator shall be selected by the affirmative vote of the party or parties owning a major interest based on ownership as shown on Exhibit "A" remaining after excluding the voting interest of the Operator that we removed or resigned. The former Operator shall promptly deliver to the successor Operator all records and data relating the operations conducted by the former Operator to the extent such records and data are not already in the possession of a successor operator. Any cost of obtaining or copying the former Operator's records and data shall be charged to the jo-account.
- 3. Effect of Bankrupter: If Operator becomes insolvent, bankrupt or is placed in receivership, it shall be deemed to ha resigned without any action by Non-Operators, except the selection of a successor. If a petition for telief under the federbankruptcy laws is filed by or against Operator, and the removal of Operator is prevented by the federal bankruptcy court. Non-Operators and Operator shall comprise an interim operating committee to serve until Operator has elected to reject assume this agreement pursuant to the Bankruptcy Code, and an election to reject this agreement by Operator as a debtor possession, or by a trustee in bankruptcy, shall be deemed a resignation as Operator without any action by Non-Operator except the selection of a successor. During the period of time the operating committee controls operations, all actions shall require the approval of two (2) or more parties owning a majority interest based on ownership as shown on Exhibit "A" the event there are only two (2) parties to this agreement, during the period of time the operating committee control operations, a third party acceptable to Operator, Non-Operator and the federal bankruptcy court shall be selected as member of the operating committee, and all actions shall require the approval of two (2) members of the operation committee without regard for their interest in the Contract Area based on Exhibit "A."

#### C. Employees and Contractors:

The number of employees or contractors used by Operator in conducting operations hereunder, their selection, and it hours of labor and the compensation for services performed shall be determined by Operator, and all such employees contractors shall be the employees or contractors of Operator.

#### D. Rights and Duties of Operator:

I. Competitive Rates and Use of Affiliates: All wells drilled on the Contract Area shall be drilled on a competitic contract basis at the usual rates prevailing in the area. If it so desires, Operator may employ its own tools and equipment the drillion of wells but its charges therefor shall not exceed the prevailing rates in the area and the rate of such than

## **Pacific Energy & Mining Company**

RECEIVED MOVE FIELD OFFICE

January 4, 2002

2002 JAN -9 A 9:57

Bureau of Land Management 82 East Dogwood Moab, UT 84532 PT OF THE INTERIOR DEAD NOW.

Attn: Eric Jones

Subject: Sundry Notice Change of Operator

Dear Eric:

Enclosed please find our sundry notices on our wells at Cisco Dome. As I had indicated, we noticed Jelco Energy, Inc pursuant to the Joint Operating Agreement, they failed to respond and we as working interest owners removed them as operator for failing to operate our wells in a prudent manner as they are losing 38% of our natural gas production.

As working interest owner we are appointing Mar/Reg Oil Company as the operator. I will be awaiting your response.

Sincerely,

Tariq Ahmad

Wells: #10-1 4301930484 UTU 02140A #11-1 4301930485 UTU 02140A #23-3 4301930588 UTU 02139A #24-2 4301930530 UTU 02139A Form 3160-5 (August 1999)

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000)

	BUKEAU OF IND MAI	NAGEMENT		5. Lease Serial No.	
SUNDF	RY NOTICES AND REP	ORTS ON WELLS	protive	U-02	1394
Do not use ti abandoned w	his form for proposals ( ell. Use Form 3160-3 (Al	o drill or to re-enter PD) for such proposal	an Keleiye Is. Moar Field (	6 Ir Indian, Allotte	e or Tribe Name
SUBMIT IN TR	RIPLICATE - Other inst	ructions on reverse	P NAL PAY	A 7.911501 or CA/A	greement, Name and/or No
I. Type of Well		••		4	
Oil Well Gas Well	Other	••	DEPT OF THE W	18. RWLI Name and	No.
2. Name of Operator				23-	3 .
MARIREG O	L COMPANY			9. API Well No.	1050 6 00 EA
3a. Address	D	3b. Phone No. (includ			05860051
PO. 18148	Ren W 89511	775 324-3	2118	10. Field and Pool, of	
4. Location of Well (Fontage, Sec	NE SW 209	0A)	M	11. County or Parish	
Sec. 25	115 300 70	212	1	l	UTAI
				0-1-11-0	, U144
12. CHECK AF	PROPRIATE BOX(ES)	TO INDICATE NATU	RE OF NOTICE, R	EPORT, OR OTH	ER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION		
	Acidize	Deepen Deepen	Production (Star	n/Resume) U W	ater Shut-Off
Notice of Intent		Fracture Treat	Reclamation		ell integrity
	Alter Casing Casing Repair	New Construction	Recomplete		her Chunge
Subsequent Report	Change Plans	Plug and Abandon	Temporarily Ab		of Operator
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
13. Describe Proposed or Complete	d Operation (clearly state all pe ectionally or recomplete horizon	ninent details, including est	imated starting date of a	ny proposed work and	approximate duration thereof
following completion of the invitating has been completed. For determined that the site is ready	centinally or recomplicationally of recombined in the work will be performed or prolved operations. If the operational Abandonment Notices shall for final inspection.)  The contract of the c	to results in a multiple com  I be filed only after all requ  bond  bond  one bond  on	irements, including recl	A. 62 0 2	npleted, and the operator ha
14. I hereby certify that the forego	ng is true and correct	1			
Name (Printed Typed)	10 AHMAD	Title	- Engl	neer	
	<u>'Λ</u> Λ	A	10 (-1		
Signature	acy Hom	Date	14/4/6	<u> </u>	
	THIS SPACE	FOR FEDERAL OR	STATE ÓFFICE US	E	e transportus († 1905) 19. – Principal Johann, series († 1905) <del>19. – Principal Johann, series († 1905)</del>
	A COLORED				JAN 28 2002
Approved by	AUWW 50			Resource Sale	JAN 28 2002
Conditions of approval, if any, are certify that the applicant holds leg	ral or equitable title to those h	ghts in the subject lease	Moab Field	1 Office	
which would entitle the applicant to	conduct operations thereon.				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CC. Jelco Energy

Conditions of Acceptance Attached

Mar/Reg Oil Company Well No. 23-3 Sec. 23, T. 20 S., R. 21 E. Lease UTU02139A Grand County, Utah

#### CONDITIONS OF ACCEPTANCE

Acceptance of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Mar/Reg Oil Company is considered to be the operator of the above well effective January 28, 2002, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT0944 (Principal - Mar/Reg Oil Company) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

# Ffm \$160-5 August 100-5

# UNIT\_STATES

FORM APPROVED	
OMB No. 1004-0135	
Proires November 30, 200	K

A 160	UNIT			P:xpires	November 30, 2000		
August 15	<sup>999)</sup> . D	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			5. Lease Serial No. U-02139A		
	1						
SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				1 ,	6. If Indian, Allottee or Tribe Name		
	abandoned we	an. Use Form 5100-0 (r.: 5)				/Agreement, Name and/or No.	
	SUBMIT IN TRI	IPLICATE - Other instruc	tions on reverse s	ide	7. If Unit or CA	Agreement, Name and Street	
( A \$ N. P. C.					8. Well Name a	nd No.	
1. Type of Well  Oil Well  Gas Well  Other					Federal 23-3		
	ne of Operator				9. API Well No	<del></del>	
2. Nam	Jelco Energ	430193058 <b>8</b> 00S1					
3a. Add			3b. Phone No. (include		10. Field and Po	ol, or Exploratory Area	
	Dan 049 Dano	gely, CO 81648	970-675-8	226	Cisco		
4 1.00	ation of Well (Footage, Sec.	., T., R., M., or Survey Description)			11. County or Pa	arish, State	
Sec 23, NESW, T20S, R21E					Grand County Utah		
			TO A STORY OF A STATE OF	E OF NOTICE I	REPORT, OR O	THER DATA	
	12. CHECK AP	PPROPRIATE BOX(ES) TO	INDICATENATUR	E OF ROTTED,			
			TYI	PE OF ACTION			
TYF	PE OF SUBMISSION		Deepen	Production (Sta	HA LECTORISION	Water Shut-Off	
		Acidize	Fracture Treat	Reclamation	u.	Well Integrity	
Ø N	lotice of Intent	Alter Casing	New Construction	Recomplete	KX:	Other Change of	
Ο.	1 Report	Casing Kepan		☐ Temporarily A	bandon	<u>Operator</u>	
LI S	ubsequent Report	Change Plans	_	☐ Water Disposa			
☐ F	inal Abandonment Notice	Convert to Injection	Plug Back			and approximate duration thereof.	
Att foll	ach the Bond under which a lowing completion of the in- ting has been completed. Fermined that the site is ready		results in a multiple come e filed only after all requi	pletion or recompletion irements, including re	clamation, have bee	n completed, and the operator has	
		elco Energy is to	aking back	over as o	perator		
	FICE 12: 58 FRIOR	N. House					
	30 S			-tor cubm	itted by	Mar/Reg Oil	
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	ES D SE	Company stated J Interest OWNERS.	elco Energy	was remo	other int	erest owner	
	≥	interest OWNERD.	Inere to		Company.	I believe	
		and it is Pacill	C Energy and		a Frardy	and Mining	
	JAN 2	and it is Pacifi Fariq Ahmad is a Company and also	principal	In Pacifi	anv. We	do not feel	
		company and also	in Mar/Reg	OII COMP	as operat	or and we	
	~.		thing to be	removed	as operat		

we have done anything to be removed as operator and we

Title

Date

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Office Manager

January 25,

Title Division of Resource Pate

Conditions of Acceptance Attached

Moab Field Office

2002

2002

**FEB** 

are not accepting this vote.

**ACCEPTED** 

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

14. I hereby certify that the foregoing is true and correct

cc: Mar / Reg Dil Campany

Signature

Linda C. Gordon

Jelco Energy, Inc. Well No. 23-3 Sec. 23, T. 20 S., R. 21 E. Lease UTU02139A Grand County, Utah

### **CONDITIONS OF ACCEPTANCE**

Acceptance of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Jelco Energy, Inc. is considered to be the operator of the above well effective February 1, 2002, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT1185 (Principal -Jelco Energy, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.



## United States Department of the Interior

#### **BUREAU OF LAND MANAGEMENT**

Moab Field Office 82 East Dogwood Moab, Utah 84532

## RECEIVED

FFR 11 4 2002

DIVISION OF OIL, GAS AND MINING

3160 (U-02139-A) (U-02140-A) (UT-062)

+13 - 1 2002

### CERTIFIED MAIL-RETURN RECEIPT REQUESTED

Ms. Linda Gordon (certified no. 70010320000480792272) Jelco Energy, Inc. P.O. Box 948 Rangely, Colorado 81648

Mr. Tariq Ahmad (certified no. 70010320000480792289) Mar/Reg Oil Company P.O. Box 18148 Reno, Nevada 89511

Re:

Change of Operator/Resolution of Dispute

Wells No. 23-3 and 24-2

Wells No. 10-1 and 11-1

Lease U-02139-A

Lease U-02140-A

Dear Ms. Gordon / Mr. Ahmad:

It has come to our attention, through a series of operatorship change requests, that a dispute has arisen between Jelco Energy, Inc. (Jelco) and Mar/Reg Oil Company (Mar/Reg) as to which company should operate the above captioned wells.

The industry is generally able to resolve such matters without involving BLM. However, on rare occasions the BLM finds itself in a position of having to select, for administrative purposes, the most suitable operator from among the parties in dispute. Now, being faced with that task, we have taken into consideration all of the pertinent information available to us, including lease ownership (record title and operating rights), and operator history.

Records indicate that Jelco owns 100% record title and operating rights in both subject leases, U-02139-A and U-02140-A. Records further demonstrate that Jelco has been the operator of the disputed wells, as well as the other 26 wells on the subject leases for which operatorship is not disputed.

Mar/Reg states that their authority to operate the wells is derived from the governing Joint Operating Agreement, and from being the majority working interest owner in the wells. Being neither a party to that agreement nor having administrative authority over it, BLM does not have a position on that third party agreement.

Therefore, considering the available information, we believe that Jelco, by virtue of owning all interest in the subject leases, and by having expressed a clear desire to operate the disputed wells, is the appropriate party to operate those wells. Effective February 1, 2002, BLM recognizes Jelco as operator of wells no. 23-3, 24-2, 10-1 and 11-1.

If you believe this decision is in error, you may request a review by the BLM, Utah State Director in accordance with 43 CFR 3165.3. Such a request, including all supporting documentation, must be filed in writing within twenty business days of the date of receipt of this correspondence with:

Utah State Director Bureau of Land Management P. O. Box 45155 Salt Lake City, Utah 84145-0155

Should you have any questions regarding this matter, please call Eric Jones at 435-259-2117.

Sincerely, /s/ William Stringer

Assistant Field Manager Division of Resources

cc: State of Utah, Division of Oil, Gas and Mining Jim Thompson EJones:mm:1/31/02

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMIL No. 1004-0135
Finites November 30, 2000

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A Company of the Comp	UNITED STA	IE INTERIOR				FORM APPRO OMB No. 1004 Expires November	-0135
•	BUREAU OF LAND MA		+		5. Lease S	icrial No.	0.20
				6. (f India	n, Allottee or Tril	2139 be Name	
	ell. Use Form 3160-3 (		RELEIVE	) FFICE			
	RIPLICATE - Other in	.: 		5	7. trUnit	or CA/Agreemen	, Name and/or i
1. Type of Well	<b>7</b>	2003 .	JUN -9 F	) i: 16	8. Well N	ame and No.	
Oil Well Gas Well  2. Name of Operator	1 Other			TEDIOR	See	attache	ed list
ABS Energy L			OF THE I	MI PIL	9. API W		
3a. Address		i	Ninclude area		See	attache	<u>ed list</u>
P.O. Box 736, R.  4. Location of Well (Footage, See			-675-52	12		eater C	
		phony				or Parish, State	
See atta	ched list			•	`Gran	d Count	у, UT
12. CHECK A	PPROPRIATE BOX(ES	) TO INDICATE	NATURE O	F NOTICE, RI	PORT, O	R OTHER DA	\TA
TYPE OF SUBMISSION		:	TYPEO	FACTION			
	Acidize	Deepen	Q	Production (Start	(Resume)	Water Shu	
Notice of Intent	Alter Casing	Fracture Tre	` —	Reclamation		Well Integ	•
Subsequent Report	Casing Repair	New Constr		Recomplete		Other C	HANGE O
-	Change Plans	Plug and Ab	_	Temporarily Aba	indon		OPERATO
13. Describe Proposed or Complete	Convert to Injection		· U	Water Disposal			<del></del>
ABS Energy LLC the lease for thereof.  Bond Coverage	operations c	onducted c	on the	lease la	nds o	c portic	UTB O
		'		11/1		100	
		Selda	Energ	y/Linda	C. Go	rdon	
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14. I hereby certify that the foregot Name (Printed/Typed)	ng is true and correct	1		0651		/ n = = =	_
Linda C.	Gordon		Title	Office	manage	r/ABS E	nergy I
Signature	mela [a	ade.	Date	June 4	, 2003	l	
	THIS SPACE	E FOR FEDERAL	L OR STATE	OFFICE USE			
	ACCEP.	ren	Title D	ivision of Re	sources,	)atc	JUN 9
Approved by  Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant to	attached. Approval of this al or equitable title to those conduct operations thereon.	notice does not warrar rights in the subject !	nt or Mice	oab Field Cl	tice		: : <del></del>
Title 18 U.S.C. Section 1001 and 3 States any false, fictitious or fraudu	itle 43 U.S.C. Section 1212, lent statements or representati	make it a crime for any ons as to any matter w	y person knowi ithin its jurisdic	ngly and willfully tron.	to make to a	ny department or	agency of the U
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JUN 3 0 2003 DIV OF A

FED. LEASE #	API# WELL NAME	SEC	QTR	TWP	RNG
UTU02139A	430193035500 FEDERAL 23-1	23	SWNE	<b>20S</b>	21E
UTU02139A	430193035900 FEDERAL 25-1	25	SWNE	208	21E
UTU02139A	430193043200 FEDERAL 24-3	24	SWSE	<b>20S</b>	21E
UTU02139A	430193048800 FEDERAL 14-3	14	NESE	<b>20S</b>	21E
UTU02139A	430193053000 FEDERAL 24-2	24	NWNW	<b>20S</b>	21E
UTU02139A	430193057500 FEDERAL 25-3	25	SESE	<b>20S</b>	21E
UTU02139A	430193058600 FEDERAL 23-2	23	NWNW	<b>20S</b>	21E
UTU02139A	430193058700 FEDERAL 25-2	25	SWSW	<b>20S</b>	21E
UTU02139A	430193058800 FEDERAL 23-3	23	NESW	<b>20S</b>	21E
UTU02139A	430193074300 FEDERAL 25-4	25	NENW	<b>20</b> S	21E
UTU02139A	430193076000 FEDERAL 23-4	23	NWSE	<b>20S</b>	21E
UTU02139A	430193087800 FEDERAL 14-4	14	SWSW	20\$	21E
UTU02139A	430193090000 FEDERAL 24-4	24	NWNE	<b>20S</b>	21E

.

ABS Energy, LLC All Wells on Lease Sections 14, 23, 24 and 25, T. 20 S., R. 21 E. Lease UTU02139A Grand County, Utah

#### **CONDITIONS OF ACCEPTANCE**

Acceptance of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that ABS Energy, LLC is considered to be the operator of the above wells effective January 1, 2003, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000034 (Principal – ABS Energy, LLC) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43CFR 3106.7-2 continuing responsibility are met.

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL GAS AND MINING

		DIVISION	OF OIL, GAS	AND MIN	NINC	3	5. LEASE DESIGNATION AND SERIAL NUMBER:
<u></u>	SUNDRY	NOTIC	ES AND RE	PORTS	0	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
							7. UNIT or CA AGREEMENT NAME:
Do	not use this form for proposals to drill n drill horizontal le	ew wells, significations. Use APP	antly deepen existing vilication FOR PERM	wells below cum AIT TO DRILL fo	ent bol rm for	tom-hole depth, reenter plugged wells, or to such proposals.	
1. TY	PE OF WELL OIL WELL	X G	AS WELL K	OTHER_			8. WELL NAME and NUMBER: see attached list
2. N/	ME OF OPERATOR:						9. API NUMBER:
	Jelco Ene	ergy (	formerly	Twin	Ar	row Inc.)	
3. AC	DDRESS OF OPERATOR:	Rangel;	y, CO8	1648,		PHONE NUMBER: 970-675-521	10. FIELD AND POOL, OR WILDCAT:
4. LC	OCATION OF WELL	·		<u> </u>	•		- 1
FC	OOTAGES AT SURFACE:	see	attached	list			county: Grand
0	FR/QTR, SECTION, TOWNSHIP, RAN	IGE. MERIDIAN:					STATE:
_	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,						UTAH
11.	CHECK APPI	ROPRIATE	BOXES TO	INDICAT	EΝ	ATURE OF NOTICE, REPO	RT, OR OTHER DATA
•	TYPE OF SUBMISSION					TYPE OF ACTION	
	NOTICE OF INTENT	ACIDIZI	E			DEEPEN	REPERFORATE CURRENT FORMATION
	(Submit in Duplicate)	ALTER	CASING			FRACTURE TREAT	SIDETRACK TO REPAIR WELL
	Approximate date work will start:	CASING	3 REPAIR			NEW CONSTRUCTION	TEMPORARILY ABANDON
		CHANG	E TO PREVIOUS PLA	INS	X	OPERATOR CHANGE	TUBING REPAIR
_		CHANG	E TUBING			PLUG AND ABANDON	VENT OR FLARE
Ц	SUBSEQUENT REPORT (Submit Original Form Only)	CHANG	SE WELL NAME			PLUG BACK	WATER DISPOSAL
	Date of work completion:	CHANG	SE WELL STATUS			PRODUCTION (START/RESUME)	WATER SHUT-OFF
	•	СОММІ	NGLE PRODUCING F	ORMATIONS		RECLAMATION OF WELL SITE	OTHER:
		CONVE	RT WELL TYPE		<u> </u>	RECOMPLETE - DIFFERENT FORMATION	
12.	DESCRIBE PROPOSED OR CO	OMPLETED O	PERATIONS. Clea	arly show all p	ertine	nt details including dates, depths, volum	es, etc.
_	acc at Tumo	1	_		<b>7</b> _ 1	as Enomary gold o	11 its interest
<u> </u>	ffective June	in the	/ 2 / 1 s 1	,coo. Satei	Je J	co Energy sold a the attached li	st. The new
٥	wner and oper	ator i	s ABS En	erav 1	LLC	P.O. Box 736,	Rangely, CO 81648
,	Jelco Energy r	elingu	ishes o	wnersh	ip	of all operating	g rights to ABS
	Energy LLC.	•			_		
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	////(001	(20.7/	CLEV				
	New Operator/ P.O. Box 736	abs kne	argy LLC	•			
	Rangely, CO	81648					
	Fax 970-675-8						
	Office 970-629	9-1116					
	ABS Energy LLO	C BLM F	3ond UT	в00003	4		
		Љinda	C. Gord	don		TITLE Office	Mar
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RECEIVED

JUL 0 8 2003

### WELL NAMES, EN (ITY #'S AND WELL ID

WELL NAME	ENTITY#	API#	WELL TYPE	LEGAL DESCRIPTION	LEASE TYPE	STATUS
FEDERAL 14-1A	08150	4301930436	GAS	T20S,R21E, SEC 14	FEDERAL	TA
FEDERAL 1-10	08141	4301930484	GAS	T20S,R21E, SEC 10	FEDERAL	S
FEDERAL 10-2	08207	4301931210	GAS	T20S,R21E, SEC 10	FEDERAL	TA
FEDERAL 11-1	08142	4301930485	GAS	T20S,R21E, SEC 11	FEDERAL.	Р
FEDERAL 11-2	08143	4301930882	GAS	T20S,R21E, SEC 11	FEDERAL	S
FEDERAL 11-3	08144	4301930884	GAS	T20S,R21E, SEC 11	FEDERAL	Р
FEDERAL 12-1	08145	4301930881	GAS	T20S,R21E, SEC 12	FEDERAL.	TA
FEDERAL 13-1	08146	4301930348	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 13-2	08147	4301930673	GAS	T20S,R21E, SEC 13	FEDERAL	Р
FEDERAL 13-3	08148	4301930883	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 13-4	08149	4301930885	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 14-1	08169	4301930430	GAS	T20S,R21E, SEC 14	FEDERAL	Р
FEDERAL 14-2	08151	4301930487	GAS	T20S,R21E, SEC 14	FEDERAL	Р
FEDERAL 14-3	08152	4301930488	GAS	T20S,R21E, SEC 14	FEDERAL	P
FEDERAL 14-4	08153	4301930878	GAS	T20S,R21E, SEC 14	FEDERAL	S
FEDERAL 15-1	11391	4301930585	GAS	T20S,R21E, SEC 15	FEDERAL	TA
FEDERAL 15-2	08154	4301930636	GAS	T20S,R21E, SEC 15	FEDERAL	S
FEDERAL 15-3	08155	4301930637	GAS	T20S,R21E, SEC 15	FEDERAL	P
FEDERAL 15-4	10140	4301930887	GAS	T20S,R21E, SEC 15	FEDERAL	TA
FEDERAL 18-1	08200	4301930875	GAS	T20S,R22E, SEC 18	FEDERAL	S
FEDERAL 19-1A	08201	4301930896	GAS	T20S,R22E, SEC 19	FEDERAL	TA
FEDERAL 19-3	08201	4301930302	GAS	T20S,R22E, SEC 19	FEDERAL	TA
FEDERAL 22-1	08156	4301930625	GAS	T20S,R21E, SEC 22	FEDERAL	P
FEDERAL 23-1	11393	4301930355	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 23-2	08140	4301930586	GAS	T20S,R21E, SEC 23	FEDERAL	S
FEDERAL 23-3	08157	4301930588	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 23-4	08158	43019 <b>30760</b>	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 24-2	08159	4301930530	GAS	T20S,R21E, SEC 24	FEDERAL	P
FEDERAL 24-3	11395	4301930432	GAS	T20S,R21E, SEC 24	FEDERAL	P
FEDERAL 24-4	08208	4301930900	GAS	T20S,R21E, SEC 24	FEDERAL	TA
FEDERAL 25-1	11394	4301930359	OIL	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-2	11392	4301930587	OIL	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-3	08171	4301930575	GAS	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-4	08181	4301930743	GAS	T20S,R21E, SEC 25	FEDERAL	P
FEDERAL 30-1	08203	4301930429	GAS	T20S,R22E, SEC 30	FEDERAL	S
FEDERAL 31-1A	08204	4301930308	GAS	T20S,R22E, SEC 31	FEDERAL	P
STATE 32-1	08206	4301930347 €	GAS	T20S,R22E, SEC 32	STATE	P
CC#1 "	11666	4301930298	OIL	T20S,R21E, SEC 3	FEDERAL	P
CC #4	02515	4301930392	OIL	T20S,R21E, SEC 11	FEDERAL	S
CC #5	02490	4301930393	OIL	T20S,R21E, SEC 11	FEDERAL	TA
CC #8	09820	4301931197	OIL	T20S,R21E, SEC 3	FEDERAL	S
CC #10	11666	4301931203	OIL	T20S,R21E, SEC 3	FEDERAL	S
FEDERAL 675-13	11666	4301930376	OIL	T20S,R21E, SEC 10	FEDERAL	P
FEDERAL 675-3	00303	4301931094	OIL	T20S,R21E, SEC 10	FEDERAL	S
FEDERAL 675-4	11666	4301931187	OIL	T20S,R21E, SEC 10	FEDERAL	P
FEDERAL 675-5*	11666	4301931199	OIL	T20S,R21E, SEC 10	FEDERAL	, S
FEDERAL 675-6	11666	4301931208	OIL	T20S,R21E, SEC 9	FEDERAL	S
			_	,,		-

#### **OPERATOR CHANGE WORKSHEET**

ROUTING
1. GLH
2. CDW
3. FILE

Change of Operator (Well Sold)

Designation of Agent/Operator

#### X Operator Name Change

Merger

The operator of the well(s) listed below has ch	1/1/2003							
FROM: (Old Operator):	TO: ( New Operator):							
N1825-Jelco Energy, Inc.	N2475-ABS E	nergy, LLC						
PO Box 948				PO Box				
Rangely, CO 81648					, CO 8164	8		
Phone: (970) 629-1116				Phone:	(970) 629-	1116		
CA No	٠.			Unit:			····	**********
WELL(S)					<u> </u>	•	·	
NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE	WELL	WELL
					NO	TYPE	TYPE	STATUS
FEDERAL 14-3	14	2008	210E	4301930488	8152	FEDERAL	GW	Р
FEDERAL 14-4	14	200S	210E	4301930878	8153	FEDERAL	GW	S
FEDERAL 23-1	23	2008	210E	4301930355	11393	FEDERAL	GW	Р
FEDERAL 23-2	23			4301930586	8140	FEDERAL		s
FEDERAL 23-3	23			4301930588	8157	FEDERAL		Р
FEDERAL 23-4	23	<del></del>			8158	FEDERAL		Р
FEDERAL 24-3	24			<del></del>	11395	FEDERAL		Р
FEDERAL 24-2	24			4301930530	8159	FEDERAL		Р
FEDERAL 24-4	24			4301930900	8208	FEDERAL		TA
FEDERAL 25-1	25		<del></del>	4301930359	11394	FEDERAL		S
FEDERAL 25-3	25			4301930575	8171	FEDERAL		s
FEDERAL 25-2	25			4301930587	11392	FEDERAL		S
FEDERAL 25-4	25		1	4301930743	8181	FEDERAL		P
I LDLIVL 20-4	120	2000	2102	1301330743	10101	TEDERAL	-	<del> </del> '
	+	<del> </del>	<del> </del>		<del>                                     </del>	<del> </del>	<del> </del>	<del> </del>
	+	<del> </del>	<b> </b>			<del> </del>	<del> </del>	<del>                                     </del>
	<del></del>		<del> </del>		<del>                                     </del>	<del> </del>	<u> </u>	<u> </u>
		<del> </del>	-					-
		<del> </del>	<del>                                     </del>		<u> </u>		<del> </del>	
	<del></del>		ļ				<del>                                     </del>	<u> </u>
•		<del>                                     </del>	ļ			-		<del> </del>
		<u> </u>		<u> </u>	<u> </u>	<u> </u>	<u> </u>	L
OPERATOR CHANGES DOCUMENTAT Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation was re		from th	e FOR	MER operator of	on:	7/8/2003	-	
2. (R649-8-10) Sundry or legal documentation was re	ceived	from th	e NEW	operator on:	7/8/2003	<del>-</del>		
3. The new company was checked on the Departmen	t of Co	mmerc	e, Divi	sion of Corpora	ations Data	base on:		8/7/2003
4. Is the new operator registered in the State of Utah:			YES	Business Numl	per:	5333071-016	<u>5</u> 1	
5. If NO, the operator was contacted contacted on:								

IN PLACE	-
	the merger, name change,
r wells listed on:	n/a
•	n/a
vision has approved U posal well(s) listed on	IC Form 5, <b>Transfer of Authority to Inj</b>
8/7/2003	<del>-</del>
read Sheet on:	8/7/2003
n/a	_
n/a	-
n/a	-
B000034	_
n/a	_
Bond Number	n/a
eir bond on: n/a	n/a
	y a letter from the Division
	BIA has approved on:  6/9/2003  r wells listed on:  CA"):  vithin a CA on:  vision has approved Uposal well(s) listed on  8/7/2003  bread Sheet on:  n/a  n/a  B000034  n/a  Bond Number  eir bond on:  n/a  acted and informed by

STATE OF UTAH						FORM 9	
	DEPARTMENT OF NATURA DIVISION OF OIL, GAS				5. LEA	SE DESIGNATION AND SERIAL NUMBER:	
SUNDRY	SUNDRY NOTICES AND REPORTS ON WELLS						
Do not use this form for proposals to drill n	new wells, significantly deepen existing aterals. Use APPLICATION FOR PERI	wells below curren	t bottom-hole dep	th, reenter plugged wells, or to	7. UNIT	or CA AGREEMENT NAME:	
1. TYPE OF WELL OIL WELL	8. WEL	L NAME and NUMBER:					
2. NAME OF OPERATOR: Elk Production, LLC							
3. ADDRESS OF OPERATOR:		NAVS		PHONE NUMBER:	10. FIE	LD AND POOL, OR WILDCAT:	
770 S. Post Oak Lane #320 CIT	Y Houston STATE	E TX ZIP 7	7056	(713) 751-9500			
4. LOCATION OF WELL							
FOOTAGES AT SURFACE: See al	ttached list				COUNT	Y:	
QTR/QTR, SECTION, TOWNSHIP, RAN	IGE, MERIDIAN:				STATE	UTAH	
11. CHECK APPI	ROPRIATE BOXES TO	INDICATE	NATURE	OF NOTICE, REPO	RT, O	R OTHER DATA	
TYPE OF SUBMISSION	1			YPE OF ACTION	•		
	ACIDIZE	ſ	DEEPEN		П	REPERFORATE CURRENT FORMATION	
NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING	Ī	FRACTURE	TREAT	$\Box$	SIDETRACK TO REPAIR WELL	
Approximate date work will start:	CASING REPAIR	Ī	NEW CONS	STRUCTION	$\overline{\Box}$	TEMPORARILY ABANDON	
	CHANGE TO PREVIOUS PLA	ans [	OPERATOR	R CHANGE		TUBING REPAIR	
	CHANGE TUBING	[	PLUG AND			VENT OR FLARE	
SUBSEQUENT REPORT	CHANGE WELL NAME		PLUG BACI		吕	WATER DISPOSAL	
(Submit Original Form Only)	CHANGE WELL STATUS		_	ON (START/RESUME)		WATER SHUT-OFF	
Date of work completion:		L CORMATIONS T			님		
	COMMINGLE PRODUCING I	ORMATIONS [	=	TION OF WELL SITE	ш	OTHER:	
	CONVERT WELL TYPE		RECOMPLI	ETE - DIFFERENT FORMATION			
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clea	arly show all per	tinent details in	cluding dates, depths, volun	nes, etc.		
Change of operator from	ABS Energy, LLC to Elk	Production	LLC.				
Old Operator: ABS Energ	WILC N247	5					
Old Operator. Abo Energ	9,, 110 / 17	_					
	' / )						
1 de la							
By:							
Andy Saied Managing Member							
PO Box 307							
Farmington, NM 87499							
New Operator: ELK PRO	ODUCTION 11.C						
HOW OPERATOR LENGTH	COUNTY, LLO						
Dichard E	) Criet			Evocutive Vice I	Drocida	nt .	
NAME (PLEASE PRINT) Richard F	-, UIISI		TIT	LE Executive Vice I	- reside	:: III	

(This space for State use only)

Richard P. Crist

RECEIVED AUG 17 2004

### ATTACHMENT TO SUNDRY NOTICE

# Transfer from ABS Energy, LLC to Elk Production, LLC Effective July 22, 2004

Well Name	<u>API #</u>	Location
State 32-1	43-019-30347	SE <sup>1</sup> / <sub>4</sub> NW <sup>1</sup> / <sub>4</sub> , Sec. 32, T 20 S, R 22 E
Federal 31-1A	43-019-30308	NE <sup>1</sup> / <sub>4</sub> NW <sup>1</sup> / <sub>4</sub> , Sec. 31, T 20 S, R 22 E
Federal 30-1	43-019-30429	SW1/4NW1/4, Sec. 30, T 20 S, R 22 E
Federal 25-1	43-019-30359	SW1/4NE1/4, Sec. 25, T 20 S, R 21 E
Federal 25-2	43-019-30587	SW1/4SW1/4, Sec. 25, T 20 S, R 21 E
Federal 25-3	43-019-30575	SE1/4SE1/4, Sec. 25, T 20 S, R 21 E
Federal 25-4	43-019-30743	NE¼NW¼, Sec. 25, T 20 S, R 21 E
Federal 24-4	43-019-30900	NW <sup>1</sup> / <sub>4</sub> NE <sup>1</sup> / <sub>4</sub> , Sec. 24, T 20 S, R 21 E
Federal 24-2	43-019-30530	NW <sup>1</sup> / <sub>4</sub> NW <sup>1</sup> / <sub>4</sub> , Sec. 24, T 20 S, R 21 E
Federal 24-3	43-019-30432	SW1/4SE1/4, Sec. 24, T 20 S, R 21 E
Federal 23-1	43-019-30355	SW1/4NE1/4, Sec. 23, T 20 S, R 21 E
Federal 23-3	43-019-30588	NE¼SW¼, Sec. 23, T 20 S, R 21 E
Federal 23-4	43-019-30760	NW'4SE'4, Sec. 23, T 20 S, R 21 E
Federal 23-2	43-019-30586	NW¼NW¼, Sec. 23, T 20 S, R 21 E
Federal 22-1	43-019-30625	SE1/4NE1/4, Sec. 22, T 20 S, R 21 E
Federal 19-3	43-019-30302	SW1/4SW1/4, Sec. 19, T 20 S, R 22 E
Federal 19-1A	43-019-30896	SW1/4NW1/4, Sec. 19, T 20 S, R 22 E
Federal 18-1	43-019-30875	NE¼SW¼, Sec. 18, T 20 S, R 22 E

Well Name	API#	Location
D 1 1464		
Federal 15-2	43-019-30636	NW <sup>1</sup> / <sub>4</sub> NW <sup>1</sup> / <sub>4</sub> , Sec. 15, T 20 S, R 21 E
Federal 15-1	43-019-30585	NE <sup>1</sup> / <sub>4</sub> SE <sup>1</sup> / <sub>4</sub> , Sec. 15, T 20 S, R 21 E
Federal 15-3	43-019-30637	NE1/4NE1/4, Sec. 15, T 20 S, R 21 E
Federal 15-4	43-019-30887	SW <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub> , Sec. 15, T 20 S, R 21 E
Federal 14-3	43-019-30488	NE4SE4, Sec. 14, T 20 S, R 21 E
Federal 14-1A	43-019-30436	NW¼NW¼, Sec. 14, T 20 S, R 12 E
Federal 14-2	43-019-30487	NE¼NE¼, Sec. 14, T 20 S, R 21 E
Federal 14-1	43-019-30430	NW <sup>1</sup> / <sub>4</sub> NW <sup>1</sup> / <sub>4</sub> , Sec. 14, T 20 S, R 21 E
Federal 14-4	43-019-30878	SW1/4SW1/4, Sec. 14, T 20 S, R 21 E
Federal 13-2	43-019-30673	SE¼NW¼, Sec. 13, T 20 S, R 21 E
Federal 13-4	43-019-30885	NW <sup>1</sup> / <sub>4</sub> SE <sup>1</sup> / <sub>4</sub> , Sec. 13, T 20 S, R 21 E
Federal 13-1	43-019-30348	SW1/4SW1/4, Sec. 13, T 20 S, R 21 E
Federal 13-3	43-019-30883	NW¼NE¼, Sec. 13, T 20 S, R 21 E
Federal 12-1	43-019-30881	SW <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub> , Sec. 12, T 20 S, R 21 E
Calf Canyon 4	43-019-30392	NW¼NW¼, Sec. 11, T 20 S, R 21 E
Federal 11-3	43-019-30884	SW1/4SW1/4, Sec. 11, T 20 S, R 21 E
Calf Canyon 5	43-019-30393	SE¼NE¼, Sec. 11, T 20 S, R 21 E
Federal 11-1	43-019-30485	NW1/4SW1/4, Sec. 11, T 20 S, R 21 E
Federal 11-2	43-019-30882	SE¼SE¼, Sec. 11, T 20 S, R 21 E
Federal 675 5	43-019-31199	NW1/4NW1/4, Sec. 10, T 20 S, R 21 E
Federal 1-10	43-019-30484	NW1/4SW1/4, Sec. 10, T 20 S, R 21 E

Well Name	→ API#	Location
Federal 675 4	43-019-31187	NE¼NW¼, Sec. 10, T 20 S, R 21 E
Fed 3-675	43-019-31094	SW1/4NW1/4, Sec. 10, T 20 S, R 21 E
Federal 675-1	43-019-30376	NE¼NW¼, Sec. 10, T 20 S, R 21 E
Federal 10-2	43-019-31210	NE <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub> , Sec. 10, T 20 S, R 21 E
Federal 675-6	43-019-31208	NE¼NE¼, Sec. 9, T 20 S, R 21 E
Calf Canyon 1	43-019-30298	SW <sup>1</sup> / <sub>4</sub> SE <sup>1</sup> / <sub>4</sub> , Sec. 3, T 20 S, R 21 E
Calf Canyon 8	43-019-31197	SE4SW4, Sec. 3, T 20 S, R 21 E
Calf Canyon Fed 10	43-019-31203	SE1/4SE1/4, Sec. 3, T 20 S, R 21 E
Calf Cyn 7	43-019-31168	SE4SW4, Sec. 3, T 20 S, R 21 E
Calf Canyon 11	43-019-31209	SW1/4SW1/4, Sec. 2, T 20 S, R 21 E

.

#### **OPERATOR CHANGE WORKSHEET**

ROUTING
1. GLH
2. CDW
3. FILE

#### X Change of Operator (Well Sold)

Designation of Agent/Operator

Operator Name Change

Merger

The operator of the well(s) listed below			7/22/200	4				
FROM: (Old Operator):	<b>TO:</b> ( New C	perator):						
N2475-ABS Energy, LLC	N2650-Elk Pr	-	.C					
PO Box 307				1	Post Oak La		20	
Farmington, NM 87499					on, TX 7705	•		
Phone: 1-(				Phone: 1-(713	•			
	CA No.			Unit:	) 131-3300			
WELL(S)	C1 <b>X</b> 1 <b>\0.</b>			Onit.				
NAME	SEC	TWN	N RNG	API NO	ENTITY	LEASE	WELL	WELL
		,,,	. 10.0		NO	TYPE	TYPE	STATUS
STATE 32-1	32	200S	220E	4301930347		state	GW	P
FEDERAL 1-10	10			4301930484	8141		GW	S
CALF CANYON 5	11	200S	210E	4301930393	2490		ow	TA
FEDERAL 11-1	11			4301930485	8142		GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146		GW	TA
FEDERAL 14-1	14	200S	210E	4301930430	8169		GW	P
FEDERAL 14-1A	14	200S	210E	4301930436	8150		GW	TA
FEDERAL 14-2	14	200S	210E	4301930487	8151	Fed	GW	P
FEDERAL 14-3	14	200S	210E	4301930488	8152	Fed	GW	P
FEDERAL 15-1	15			4301930585	11391	Fed	GW	TA
FEDERAL 23-1	23	200S	210E	4301930355	11393	Fed	GW	Р
FEDERAL 23-2	23	200S	210E	4301930586	8140	Fed	GW	P
FEDERAL 23-3	23	200S	210E	4301930588	8157	Fed	GW	P
FEDERAL 24-3	24	200S	210E	4301930432	11395		GW	P
FEDERAL 24-2	24	200S	210E	4301930530	8159	Fed	GW	P
FEDERAL 25-1	25	200S	210E	4301930359	11394		GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	Fed	GW	S
FEDERAL 25-2	25	200S	210E	4301930587	11392		ow	S
FEDERAL 19-3	19	200S	220E	4301930302	8201		GW	TA
FEDERAL 30-1	30	200S	220E	4301930429	8203	Fed	GW	S
FEDERAL 31-1A	31	200S	220E	4301930308	8204		GW	P

#### **OPERATOR CHANGES DOCUMENTATION**

Enter date a	after each	listed item	is co	mpleted
--------------	------------	-------------	-------	---------

(R649-8-10) Sundry or legal documentation was received from the FORMER operator on:
 (R649-8-10) Sundry or legal documentation was received from the NEW operator on:
 8/17/2004

3.	The new company was checked on the Department of C	Commerce, Division of Corporat	ions Database on:	7/27/2004
4.	Is the new operator registered in the State of Utah:	YES Business Number:	5693065-0161	

5. If **NO**, the operator was contacted contacted on:

6a. (R649-9-2)Waste Management Plan has been received on: to follow
6b. Inspections of LA PA state/fee well sites requested on:

8/31/2004

٦,

Form 3160-5 (April 2004)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROV	ED
OM B No. 1004-0 Expines: Manch 31	137
Evnines March 31	200

5.	Lease Serial No.	
	UTU-02139A	
6	If Indian Allottee or Tribe Name	

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an				UTU-02139A  6. If Indian, Allottee or Tribe Name				
abandoned w	ell. Use Form 3160 - 3 (/	APD) for suc	ch pro	oosals.				
	IPLICATE- Other instr	ructions on	revers	se side.	7. If Unit or C	A/Agreement, N	Vame and	/or No.
1. Type of Well Oil Well	Gas Well Other				8. Well Name	and No.		<del> </del>
2. Name of Operator Elk Production	on LLC				Multiple			
3a. Address		3b. Phone No.	(include	area code)	9. API Well 1 See attack			
770 S. Post Oak Lane #320, Ho	uston, TX 77056	(713)751-95			10. Field and P	ool, or Explora	tory Area	
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)				11. County or	Parish State		
See attached						•		
						unty, Utah		
12. CHECK AI	PPROPRIATE BOX(ES) TO	INDICATE N	ATURI	OF NOTICE, R	EPORT, OR C	THER DAT	'A	
TYPE OF SUBMISSION			TYP	E OF ACTION				
Notice of Intent	Acidize	Deepen		Production (Sta	rt/Resume)	Water Shut-		
	Alter Casing  Casing Repair	Fracture Trea	••	Reclamation	<u> </u>	☐ Well Integrit ☐ Other Char		nerator
Subsequent Report	Change Plans	New Constru Plug and Abe		Recomplete Temporarily Ab	andon			p
Final Abandonment Notice	Convert to Injection	Plug Back		Water Disposal				
determined that the site is ready Change of Operator from	nal Abandonment Notices shall be of final inspection.)  ABS Energy, LLC to Elk Production.				ation, have been c	DEPT OF THE INTERIOR UREAU OF LAND MGMT	2004 AUG 16 P 4: 41	RECEIVED MOAB FIELD OFFICE
14. I hereby certify that the fore Name (Printed/Typed) Richard P. Crist			itle Ex	ecutive Vice Preside	ent			***************************************
Signature Richa	rd P. Crist	]	Date	8/12/0	y			
	THIS SPACE FOR I	FEDERAL (	OR S1	ATE OFFICE	USE			
Approved by  Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant to Title 18 U.S.C. Section 1001 and Title	I or equitable title to those rights in conduct operations thereon.	does not warrant n the subject lease	or e Of	Moab Field (	Office			2 5 2004
States any false, fictitious or fraudu	lent statements or representations	as to any matter v	vithin its	jurisdiction.	water waity w	operations of ag	0.105 01 1	0.0104

(Instructions on page 2)

CC: U006M

Conditions Attached

RECEIVED

SEP 0 7 2004

#### ATTACHMENT TO SUNDRY NOTICE

### Wells Located on UTU-02139A

Well Name	<u>API #</u>	Location
Federal 14-4 V	43-019-30878	SW1/4SW1/4, Sec. 14, T20S, R21E
Federal 14-3	43-019-30488	NE <sup>1</sup> / <sub>4</sub> SE <sup>1</sup> / <sub>4</sub> , Sec. 14, T20S, R21E
Federal 23-1	43-019-30355	SW1/4NE1/4, Sec. 23, T20S, R21E
Federal 23-3	43-019-30588	NE <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub> , Sec. 23 T20S, R21E
Federal 23-4 🗸	43-019-30760	NW1/4SE1/4, Sec. 23, T20S, R21E
Federal 23-2	43-019-30586	NW¼NW¼, Sec. 23, T20S, R21E
Federal 24-3	43-019-30432	SW1/4SE1/4, Sec. 24, T20S, R21E
Federal 24-2	43-019-30530	NW1/4NW1/4, Sec. 24, T20S, R21E
Federal 24-4	43-019-30900	NW¼NE¼, Sec. 24, T20S, R21E
Federal 25-4	43-019-30743	NE¼NW¼, Sec. 25, T20S, R21E
Federal 25-3	43-019-30575	SE'4SE'4, Sec. 25, T20S, R21E
Federal 25-2	43-019-30587	SW1/4SW1/4, Sec. 25, T20S, R21E
Federal 25-1	43-019-30359	SW1/4NE1/4, Sec. 25, T20S, R21E

Elk Production, LLC All Wells on Lease Sections 14, 23, 24 and 25, T20S, R21E Lease UTU02139A Grand County, Utah

#### **CONDITIONS OF ACCEPTANCE**

Acceptance of these applications does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject leases which would entitle the applicant to conduct operations thereon.

Be advised that Elk Production, LLC is considered to be the operator of all wells on lease UTU02139A effective July 22, 2004, and is responsible under the terms and conditions of the leases for the operations conducted on the leased lands.

Bond coverage for these well is provided by UTB000135 (Principal – Elk Production, LLC) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43CFR 3106.7-2 continuing responsibility are met.

#### Division of Oil, Gas and Mining

### OPERATOR CHANGE WORKSHEET (for state use only)

	ROUTING
Γ	1. DJJ
H	A CDIII

								2. CDW
X - Change of Operator (Well Sold)	Opera	ator Name	Change/Merg	ger				
The operator of the well(s) listed below has changed,				8/1/2011				
FROM: (Old Operator):				<b>TO:</b> ( New O <sub>1</sub>	nerator):			
N2650-Elk Production, LLC				N3785-SEP - C		LLC		
1401 17th Street, Suite 700					rickyard Rd			
Denver, CO 80202					ke City, UT			
Phone: 1 (303) 296-4505				Phone: 1 (435)	940-9001			
CA No.				Unit:				
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE TYPE	WELL	WELL
			·		NO		TYPE	STATUS
SEE ATTACHED LIST - 54 WELLS								
							- III	
ODED A TOD CHA NICES DOCUMENTS A TO	<b>ON</b> T							
OPERATOR CHANGES DOCUMENTATI Enter date after each listed item is completed	ON							
1. (R649-8-10) Sundry or legal documentation was rec	منييمط	fram th	. EOD	MED amanatan		0/6/2011		
				-	OII:	9/6/2011		
2. (R649-8-10) Sundry or legal documentation was rec				-		9/6/2011		
3. The new company was checked on the <b>Department</b>	of Co	mmer		-				7/18/2011
4a. Is the new operator registered in the State of Utah:		_	B	Business Numbe	r:	7934251-0160		
5a. (R649-9-2)Waste Management Plan has been receive	ed on:			Requested	9/21/2011			
5b. Inspections of LA PA state/fee well sites complete of	n:			n/a	•			
5c. Reports current for Production/Disposition & Sundri	ies on	;	•	ok	•			
6. Federal and Indian Lease Wells: The BLM an	d or tl	ne BIA	has api	proved the merg	er. name ch	ange.		
or operator change for all wells listed on Federal or					BLM	not yet	BIA	n/a
7. Federal and Indian Units:								111 4
The BLM or BIA has approved the successor of un	nit one	erator fe	or wells	s listed on:		n/a		
8. Federal and Indian Communization Agreem				, 110 <b>.04</b> 011.		- W 4		
The BLM or BIA has approved the operator for all		•	-	a CA on:		n/a		
				a CA on. 1 5, Transfer of	Authority			
Inject, for the enhanced/secondary recovery unit/pro					-		n/a	
DATA ENTRY:	geet 1	or the v	vater ui	isposai wen(s) n	isied oii.	-	11/a	
1. Changes entered in the Oil and Gas Database on:				9/20/2011				
<ol> <li>Changes have been entered on the Monthly Operat</li> </ol>	or Ch	ange S	nread			9/20/2011		
3. Bond information entered in RBDMS on:	01 (1)	ange o	preau	9/6/2011		7/20/2011		
4. Fee/State wells attached to bond in RBDMS on:			•	9/21/2011	•			
5. Injection Projects to new operator in RBDMS on:			-	n/a	•			
6. Receipt of Acceptance of Drilling Procedures for Al	PD/Ne	w on:	•		n/a			
BOND VERIFICATION:						•		
1. Federal well(s) covered by Bond Number:				UTB000465				
2. Indian well(s) covered by Bond Number:				n/a	•			
3a. (R649-3-1) The <b>NEW</b> operator of any state/fee well	l(s) li	sted cov	vered b	y Bond Number	•	1481053, 14	81056 and	1481054
3b. The FORMER operator has requested a release of 1	iabilit	y from	their bo	ond on:	not yet			
LEASE INTEREST OWNER NOTIFICATI	ON:							
4. (R649-2-10) The NEW operator of the fee wells has I	een c	ontacte	d and i	nformed by a le	tter from the	e Division		
of their responsibility to notify all interest owners of	this ch	ange o	n:		n/a			
COMMENTS:								

STATE OF UTAH

	5. LEASE DESIGNATION AND SERIAL NUMBER:			
SUNDRY	NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill n drill horizontal la	new wells, significantly deepen existing wells below curre aterals. Use APPLICATION FOR PERMIT TO DRILL fo	ent bottom-hole depth, reenter plugged wells, or to irm for such proposals.	7. UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL OIL WELL	GAS WELL OTHER_		8. WELL NAME and NUMBER: See attached list	
2. NAME OF OPERATOR: SEP - CISCO DOME, LLC	· · · · · · · · · · · · · · · · · · ·		9. API NUMBER:	
3. ADDRESS OF OPERATOR: 1245 Brickyard Rd., Ste 210	Y Salt Lake City STATE UT ZIP	PHONE NUMBER: (435) 940-9001	10. FIELD AND POOL, OR WILDCAT:	
4. LOCATION OF WELL FOOTAGES AT SURFACE:		<u> </u>	COUNTY: Grand County	
QTR/QTR, SECTION, TOWNSHIP, RAN	ICE MEDIDIAN:		STATE:	
			UTAH	
	ROPRIATE BOXES TO INDICAT	· · · · · · · · · · · · · · · · · · ·	ORT, OR OTHER DATA	
TYPE OF SUBMISSION	_	TYPE OF ACTION		
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION	
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL	
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON	
	CHANGE TO PREVIOUS PLANS	✓ OPERATOR CHANGE	TUBING REPAIR	
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL	
	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF	
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	other: Change of Operator	
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION		
12. DESCRIBE PROPOSED OR CO	DMPLETED OPERATIONS. Clearly show all pe	ertinent details including dates, depths, volun	nes, etc.	
Previous Operator: Elk Production, LLC 1401 7th Street, Suite 700 Denver, Colorado 80202 303-296-4505	Salt Lake Ćity, U 435-940-9001	Rd., Śte. 210 JT		
	Utah DOGM Bol BLM Bond # U	nd# Thunderbird 2: 14811 TBDDD465	053-1481056; State 32-1; 148105	
	effective 8/1/2	011		
SEP - CISCO DOME, LLC	representative:			
Name (Please Print): Dev	d Lillywhite	Title: President	,	
Signature	d Lillywing // // // // // // // // // // // // //	Date 7/28//		
NAME (PLEASE PRINT) John Whis	sler	TITLE Chief Executive	Officer	
SIGNATURE M. Whele	1	DATE 7/28/		
S.SIMIONE P. P.		DATE		

(This space for State use only)

APPROVED 913013011

Curleul Russell

Division of Oil, Gas and Mining (See Instructions on Reverse Side)

Earlene Russell, Engineering Technician

**RECEIVED** SEP 0 6 2011

## ELK PRODUCTION, LLC (N2650) to SEP-Cisco Dome, LLC (N3785) effective 8/1/2011

	,			6/1/2011			
well_name	sec	twp	rng	api	entity	well	stat
THUNDERBIRD 1	32	200S	240E	4301930058	10339	OW	P
FEDERAL 19-3	19	200S	220E	4301930302	8201	GW	TA
FEDERAL 31-1A	31	200S	220E	4301930308	8204	GW	P
STATE 32-1	32	200S	220E	4301930347	8206	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	GW	TA
FEDERAL 23-1	23	200S	210E	4301930355	11393	GW	P
FEDERAL 25-1	25	200S	210E	4301930359	11394	GW	S
CALF CANYON 5	11	200S	210E	4301930393	2490	OW	TA
FEDERAL 30-1	30	200S	220E	4301930429	8203	GW	S
FEDERAL 14-1	14	200S	210E	4301930430	8169	GW	P
FEDERAL 24-3	24	200S	210E	4301930432	11395	GW	S
FEDERAL 14-1A	14	200S	210E	4301930436	8150	GW	TA
FEDERAL 1-10	10	200S	210E	4301930484	8141	GW	S
FEDERAL 11-1	11	200S	210E	4301930485	8142	GW	P
FEDERAL 14-2	14	200S	210E	4301930487	8151	GW	S
FEDERAL 14-3	14	200S	210E	4301930488	8152	GW	S
FEDERAL 24-2	24	200S	210E	4301930530	8159	GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	GW	S
FEDERAL 15-1	15	200S	210E	4301930585	11391	GW	TA
FEDERAL 23-2	23	200S	210E	4301930586	8140	GW	P
FEDERAL 25-2	25	200S	210E	4301930587	11392	OW	S
FEDERAL 23-3	23	200S	210E	4301930588	8157	GW	S
FEDERAL 22-1	22	200S	210E	4301930625	8156	GW	P
FEDERAL 15-2	15	200S	210E	4301930636	8154	GW	S
FEDERAL 15-3	15	200S	210E	4301930637	8155	GW	S
FEDERAL 13-2	13	200S	210E	4301930673	8147	GW	S
FEDERAL 25-4	25	200S	210E	4301930743	8181	GW	S
FEDERAL 23-4	23	200S	210E	4301930760	8158	GW	P
FEDERAL 18-1	18	200S	220E	4301930875	8200	GW	S
FEDERAL 14-4	14	200S	210E	4301930878	8153	GW	S
FEDERAL 12-1	12	200S	210E	4301930881	8145	GW	S
FEDERAL 11-2	11	200S	210E	4301930882	8143	GW	S
FEDERAL 13-3	13	200S	210E	4301930883	8148	GW	TA
FEDERAL 11-3			210E	4301930884	8144		S
FEDERAL 13-4	13	200S	210E	4301930885	8149	GW	TA
FEDERAL 15-4	15	200S	210E	4301930887	10140	GW	TA
FEDERAL 19-1A	19	200S	220E	4301930896	8201	GW	TA
FEDERAL 24-4	24	200S	210E	4301930900	8208	GW	TA
FED 3-675	10	200S	210E	4301930900	303	GW	S
FEDERAL 10-2	10	200S	210E	4301931034	8207	GW	TA
FEDERAL 14-6	14	200S	210E	4301931210	14803	GW	P
FEDERAL 14-7	14	200S	210E	4301931421	14780	GW	
FEDERAL 24-6	24	200S	210E	4301931422	14779	GW	P S
FEDERAL 23-6	23	200S	210E	4301931423	14848	GW	S
FEDERAL 15-8	15	200S	210E	4301931424	15006	GW	P
FEDERAL 15-7	15	200S	210E	4301931434	14868		S
FEDERAL 13-7	14	200S	210E			GW	P
				4301931436	14805	GW	
FEDERAL 11-6	11	200S	210E	4301931437	14869	GW	P
FEDERAL 14-8	14	200S	210E	4301931439	14804	GW	P
FEDERAL 22-2	22	200S	210E	4301931440	14847	GW	S
FEDERAL 15-5	15	200S	210E	4301931441	14952	GW	<u>S</u>
FEDERAL 23-5	23	200S	210E	4301931442	15007	GW	P
FEDERAL 24-5	24	200S	210E	4301931443	14960	GW	P
FEDERAL 25-5	25	200S	210E	4301931444	14849	GW	S

Form 3160-5 (September 2001)

## UNITED STATES DEPARTMENT OF THE INTERIOR

### FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004

SUNDRY	i	5. Lease Serial No. UTU-02139A			
Do not use the abandoned w		n, Allottee or Tribe Name			
SUBMIT IN TR	IPLICATE- Other instructions of	on reverse side	7. If Unit o	r CA/Agreement, Name and/or No.	
1. Type of Well Oil Well 1	Gas Well Other		8. Well Na	me and No	
2. Name of Operator SEP - CISCO	DOME LLC		Federa	il 23-3	
3a. Address		No. (include area code)	9. API W 430193	* * · * ·	
A Leasting of Well Control Co.	T. D. 14 C D	·	10. Field ar	nd Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T20S-R21E Sec 23- NESW	1., K., M., Or Survey Description)			or Parish, State	
12. CHECK A	PPROPRIATE BOX(ES) TO INDICATE	NATURE OF NO	TICE, REPORT, OF	ROTHER DATA	
TYPE OF SUBMISSION		TYPE OF AC	TION	Manufacture of the second of t	
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Deepen Alter Casing Fracture Casing Repair New Con Change Plans Plug Back Convert to Injection Plug Back	Freat Reclustruction Reccl	arnation mplete porarily Abandon m Disposal	Water Shut-Off Well Integrity Other Change of Operator	
determined that the site is ready Change of Operator Previous Operator: Elk Production, LLC 1401 17th Street, Ste 700				REOF	
Denver, Colorado 80202 303-296-4505				LECEIVED	
New Operator: SEP CISCO DOME, LL				RECEIVED OCT 0 3 2011	
1245 Brickyard Rd., Ste. 2 Salk Lake City, Utah 8410 435-940-9001	10		•	DIV. OF OIL, GAS & MININ	
Please be advised that SEF the leased lands. Bond cov	CISCO DOME, LLC is responsible under verage is provided by LLTB OCO 440	r the terms and cond	litions of the lease for t	he operations conducted upon	
14. Thereby certify that the forepart Name (Printed/Typed)					
David Lillywhite	<u> </u>	Title President			
Signature	MANIN	Date 7/28			
	THIS SPACE FOR FEDERAL	OR STATE O	FFICE USE		
Approved by  Conditions of approval, if any, are a	ACCEPTED_ttached. Approval of this notice does not warra	Title Div	ision of Resourt	9/19/11	
which would entitle the applicant to		ase Office			
Title 18 U.S.C. Section 1001 and Title	43 U.S.C. Section 1212, make it a crime for any	person knowingly and	willfully to make to any	department or agency of the United	

s any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

cc'. udoam

Conditions Attached

SEP-Cisco Dome, LLC Lease UTU02139A Wells 14-3, 14-4, 14-8, 23-1, 23-2, 23-3, 23-4, 23-5, 23-6, 24-2, 24-3, 24-4, 24-5, 24-6, 25-3 Sections 14, 23, 24 and 25, T20S, R21E Grand County, Utah

#### **CONDITIONS OF ACCEPTANCE**

Acceptance of these applications does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that SEP-Cisco Dome, LLC is considered to be the operator of the above wells effective September 1, 2011, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000465 (Principal – SEP-Cisco Dome, LLC) as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

#### Division of Oil, Gas and Mining

#### OPERATOR CHANGE WORKSHEET (for state use only)

	R	C	)(	JT	T	V	3
Γ			1.	D	J.	Ī	
-		-	_	_			-

								2. CDW					
X - Change of Operator (Well Sold)	Change/Merg	ger											
The operator of the well(s) listed below has changed,	effect	ive:		8/1/2011									
FROM: (Old Operator):				TO: ( New Operator):									
N2650-Elk Production, LLC	N2650-Elk Production, LLC						N3785-SEP - Cisco Dome LLC						
1401 17th Street, Suite 700	1245 B	rickyard Rd	, Suite 210										
Denver, CO 80202				Salt Lal	ke City, UT	84106							
Phone: 1 (303) 296-4505				Phone: 1 (435)	940-9001								
CA No.		•		Unit:	-	CALF CA	NYON						
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE TYPE	WELL	WELL					
					NO		TYPE	STATUS					
SEE ATTACHED LIST - 10 WELLS													
	<u> </u>												
OPERATOR CHANGES DOCUMENTATI	ON												
Enter date after each listed item is completed	.011												
1. (R649-8-10) Sundry or legal documentation was rec	eived	from th	ne FOR	MER operator	on:	9/6/2011							
2. (R649-8-10) Sundry or legal documentation was rec				<del>-</del>		9/6/2011							
3. The new company was checked on the <b>Department</b>				•	rations Dat			7/18/2011					
4a. Is the new operator registered in the State of Utah:				Business Numbe		7934251-0160		7710720,11					
5a. (R649-9-2)Waste Management Plan has been receive	ed on:	•		Requested	9/21/2011	770 1201 0100							
5b. Inspections of LA PA state/fee well sites complete of				n/a	-								
5c. Reports current for Production/Disposition & Sundri				ok	-								
6. Federal and Indian Lease Wells: The BLM an			hac an		- 								
or operator change for all wells listed on Federal or				proved the merg	BLM	_	BIA	m/a					
7. Federal and Indian Units:	mulan	icases	OII.		DLM	not yet	DIA	n/a					
The BLM or BIA has approved the successor of un	nit one	erator f	or well	s listed on:		<b>n</b> /o							
8. Federal and Indian Communization Agreem	•			s fisted off.		n/a							
The BLM or BIA has approved the operator for all		•	•	a CA on:		n/a							
				a CA on. 1 5, <b>Transfer o</b> f	f Authority								
Inject, for the enhanced/secondary recovery unit/pro					•		n/a						
DATA ENTRY:	oject I	or the t	race a	isposai wein(s) i	isiou oii.	-	II/ a						
1. Changes entered in the Oil and Gas Database on:				9/20/2011									
2. Changes have been entered on the Monthly Operat	or Ch	ange S	bread		-	9/20/2011							
3. Bond information entered in RBDMS on:			•	9/6/2011									
4. Fee/State wells attached to bond in RBDMS on:				9/21/2011									
5. Injection Projects to new operator in RBDMS on:			,	n/a	-		·						
6. Receipt of Acceptance of Drilling Procedures for Al	PD/Ne	ew on:			n/a								
BOND VERIFICATION:													
1. Federal well(s) covered by Bond Number:				UTB000465	-								
2. Indian well(s) covered by Bond Number:	11/2/ 11	- اسمند		n/a	-								
3a. (R649-3-1) The NEW operator of any state/fee wel													
3b. The FORMER operator has requested a release of I LEASE INTEREST OWNER NOTIFICATI		-	tneir bo	ond on:	not yet								

4. (R649-2-10) The NEW operator of the fee wells has been contacted and informed by a letter from the Division

of their responsibility to notify all interest owners of this change on:

COMMENTS:

n/a

# ELK PRODUCTION, LLC (N2650) to SEP-Cisco Dome, LLC (N3785) effective 8/1/2011

well_name	sec	twp	rng	api	entity	well	stat
CALF CANYON 1	03	200S	210E	4301930298	11666	OW	S
FEDERAL 675-1	10	200S	210E	4301930376	11666	OW	S
CALF CANYON 4	11	200S	210E	4301930392	2515	OW	S
CALF CYN 7	03	200S	210E	4301931168	11666	GW	S
FEDERAL 675 4	10	200S	210E	4301931187	11666	OW	P
CALF CANYON 8	03	200S	210E	4301931197	16780	GW	S
FEDERAL 675 5	10	200S	210E	4301931199	11666	ow	S
CALF CANYON FED 10	03	200S	210E	4301931203	11666	ow	S
FEDERAL 675-6	09	200S	210E	4301931208	11666	OW	S
CALF CANYON 11	03	200S	210E	4301931209	15278	GW	S.

Form 3160-5 (September 2001)

## UNITED STATES DEPARTMENT OF THE INTERIOR

### FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004

	NOTICES AND REPORTS (		5. Lease Sen	
Do not use ti	his form for proposals to drill or rell. Use Form 3160-3 (APD) for	to re-enter an		n, Allottee or Tribe Name
SUBMIT IN TR	IPLICATE- Other instructions of	on reverse side	7. If Unit o	r CA/Agreement, Name and/or No.
1. Type of Well Oil Well 1	Gas Well Other		8. Well Na	me and No
2. Name of Operator SEP - CISCO	DOME LLC		Federa	il 23-3
3a. Address		No. (include area code)	9. API W 430193	* * · * ·
A Leasting of Well Control Co.	T. D. 14 C D	·	10. Field ar	nd Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T20S-R21E Sec 23- NESW	1., K., M., Or Survey Description)			or Parish, State
12. CHECK A	PPROPRIATE BOX(ES) TO INDICATE	NATURE OF NO	TICE, REPORT, OF	ROTHER DATA
TYPE OF SUBMISSION		TYPE OF AC	TION	Manufacture of the second of t
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Deepen Alter Casing Fracture Casing Repair New Con Change Plans Plug Back Convert to Injection Plug Back	Freat Reclustruction Reccl	arnation mplete porarily Abandon m Disposal	Water Shut-Off Well Integrity Other Change of Operator
determined that the site is ready Change of Operator Previous Operator: Elk Production, LLC 1401 17th Street, Ste 700				REOF
Denver, Colorado 80202 303-296-4505				LECEIVED
New Operator: SEP - CISCO DOME, LL				RECEIVED OCT 0 3 2011
1245 Brickyard Rd., Ste. 2 Salk Lake City, Utah 8410 435-940-9001	10		•	DIV. OF OIL, GAS & MININ
Please be advised that SEF the leased lands. Bond cov	CISCO DOME, LLC is responsible under verage is provided by LLTB OCO 440	r the terms and cond	litions of the lease for t	he operations conducted upon
14. Thereby certify that the forepart Name (Printed/Typed)				
David Lillywhite	<u> </u>	Title President		
Signature	MANIN	Date 7/28		
	THIS SPACE FOR FEDERAL	OR STATE O	FFICE USE	
Approved by  Conditions of approval, if any, are a	ACCEPTED_ttached. Approval of this notice does not warra	Title Div	ision of Resourt	9/19/11
which would entitle the applicant to		ase Office		
Title 18 U.S.C. Section 1001 and Title	43 U.S.C. Section 1212, make it a crime for any	person knowingly and	willfully to make to any	department or agency of the United

s any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

cc'. udoam

Conditions Attached

SEP-Cisco Dome, LLC Lease UTU02139A Wells 14-3, 14-4, 14-8, 23-1, 23-2, 23-3, 23-4, 23-5, 23-6, 24-2, 24-3, 24-4, 24-5, 24-6, 25-3 Sections 14, 23, 24 and 25, T20S, R21E Grand County, Utah

#### **CONDITIONS OF ACCEPTANCE**

Acceptance of these applications does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that SEP-Cisco Dome, LLC is considered to be the operator of the above wells effective September 1, 2011, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000465 (Principal – SEP-Cisco Dome, LLC) as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

Division of Oil, Gas and Mining

Operator Change/Name Change Worksheet-for State use only

Effective Date:

9/1/2014

FORMER OPERATOR:	NEW OPERATOR:	
SEP CISCO DOME, LLC N3785	ROSE PETROLEUM (UTAH), LLC N4095	
10447 SOUTH JORDAN GATEWAY	383 INVERNESS PARKWAY SUITE 330	
SOUTH JORDAN UT 84095	ENGLEWOOD CO 80112	
801-657-5780	720-390-3860	
CA Number(s):	Unit(s):	

#### WELL INFORMATION:

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Туре	Status
See Attached List									

#### **OPERATOR CHANGES DOCUMENTATION:**

1. Sundry or legal documentation was received from the **FORMER** operator on:

1/26/2015

2. Sundry or legal documentation was received from the NEW operator on:

1/26/2015

3. New operator Division of Corporations Business Number:

9009626-0161

#### **REVIEW:**

1. Surface Agreement Sundry from **NEW** operator on Fee Surface wells received on: N/A

2. Receipt of Acceptance of Drilling Procedures for APD/New on:

N/A

3. Reports current for Production/Disposition & Sundries:

1/23/2015

4. OPS/SI/TA well(s) reviewed for full cost bonding:

N/A

5. UIC5 on all disposal/injection/storage well(s) approved on:

N/A

6. Surface Facility(s) included in operator change:

**NONE** 

7. Inspections of PA state/fee well sites complete on (only upon operators request):

N/A

#### **NEW OPERATOR BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number:

1001696855

2. Indian well(s) covered by Bond Number:

N/A

3.State/fee well(s) covered by Bond Number(s):

N/A

#### **DATA ENTRY:**

1. Well(s) update in the **OGIS** on:

1/27/2015

2. Entity Number(s) updated in OGIS on:

1/27/2015

3. Unit(s) operator number update in OGIS on:

N/A N/A

4. Surface Facilities update in **OGIS** on:

5. State/Fee well(s) attached to bond(s) in **RBDMS** on:

N/A

6. Surface Facilities update in RBDMS on:

N/A

#### LEASE INTEREST OWNER NOTIFICATION:

1. The NEW operator of the Fee (Mineral) wells has been contacted and informed by a letter from the Division

of their responsibility to notify all interest owners of this change on:

N/A

#### **COMMENTS:**

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Type	Status
UNION GOVT II-1	24	200S	210E	4301915107	680	Federal	State	GW	P
FEDERAL 31-1A	31	200S	220E	4301930308	8204	Federal	Federal	GW	P
FEDERAL 23-1	23	200S	210E	4301930355	11393	Federal	Federal	GW	P
FEDERAL 14-1	14	200S	210E	4301930430	8169	Federal	Federal	GW	P
FEDERAL 11-1	11	200S	210E	4301930485	8142	Federal	Federal	GW	P
FEDERAL 23-2	23	200S	210E	4301930586	8140	Federal	Federal	GW	P
FEDERAL 14-4	14	200S	210E	4301930878	8153	Federal	Federal	GW	P
FEDERAL 11-3	11	200S	210E	4301930884	8144	Federal	Federal	GW	P
FEDERAL 14-6	14	200S	210E	4301931421	14803	Federal	Federal	GW	P
FEDERAL 14-7	14	200S	210E	4301931422	14780	Federal	Federal	GW	P
FEDERAL 15-8	15	200S	210E	4301931434	15006	Federal	Federal	GW	P
FEDERAL 11-6	11	200S	210E	4301931437	14869	Federal	Federal	GW	P
FEDERAL 14-8	14	200S	210E	4301931439	14804	Federal	Federal	GW	P
FEDERAL 22-2	22	200S	210E	4301931440	14847	Federal	Federal	GW	P
FEDERAL 24-5	24	200S	210E	4301931443	14960	Federal	Federal	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	Federal	Federal	GW	S
FEDERAL 25-1	25	200S	210E	4301930359	11394	Federal	State	GW	S
FEDERAL 30-1	30	200S	220E	4301930429	8203	Federal	Federal	GW	S
FEDERAL 24-3	24	200S	210E	4301930432	11395	Federal	Federal	GW	S
FEDERAL 14-2	14	200S	210E	4301930487	8151	Federal	Federal	GW	S
FEDERAL 14-3	14	200S	210E	4301930488	8152	Federal	Federal	GW	S
FEDERAL 24-2	24	200S	210E	4301930530	8159	Federal	Federal	GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	Federal	Federal	GW	S
FEDERAL 25-2	25	200S	210E	4301930587	11392	Federal	Federal	ow	S
FEDERAL 23-3	23	200S	210E	4301930588	8157	Federal	Federal	GW	S
FEDERAL 22-1	22	200S	210E	4301930625	8156	Federal	Federal	GW	S
FEDERAL 15-2	15	200S	210E	4301930636	8154	Federal	Federal	GW	S
FEDERAL 15-3	15	200S	210E	4301930637	8155	Federal	Federal	GW	S
FEDERAL 13-2	13	200S	210E	4301930673	8147	Federal	Federal	GW	S
FEDERAL 25-4	25	200S	210E	4301930743	8181	Federal	State	GW	S
FEDERAL 23-4	23	200S	210E	4301930760	8158	Federal	Federal	GW	S
FEDERAL 12-1	12	200S	210E	4301930881	8145	Federal	Federal	GW	S
FEDERAL 11-2	11	200S	210E	4301930882	8143	Federal	Federal	GW	S
FEDERAL 24-1	24	200S	210E	4301931010	11189	Federal	Federal	GW	S
FEDERAL 10-2A	10	200S	210E	4301931400	14043	Federal	Federal	GW	S
FEDERAL 24-6	24	200S	210E	4301931423	14779	Federal	Federal	GW	S
FEDERAL 23-6	23	200S	210E	4301931424	14848	Federal	Federal	GW	S
FEDERAL 15-7	15	200S	210E	4301931435	14868	Federal	Federal	GW	S
FEDERAL 14-5	14	200S	210E	4301931436	14805	Federal	Federal	GW	S
FEDERAL 15-5	15	200S	210E	4301931441	14952	Federal	Federal	GW	S
FEDERAL 23-5	23	200S	210E	4301931442	15007	Federal	Federal	GW	S
FEDERAL 25-5	25	200S	210E	4301931444	14849	Federal	Federal	GW	S
FEDERAL 19-3	19	200S	220E	4301930302	8201	Federal	Federal	GW	TA
FEDERAL 14-1A	14	200S	210E	4301930436	8150	Federal	Federal	GW	TA
FEDERAL 15-1	15	200S	210E	4301930585	11391	Federal	Federal	GW	TA
FEDERAL 13-4	13	2008	210E	4301930885	8149	Federal	Federal	GW	TA
FEDERAL 19-1A	19	200S	220E	4301930896	8201	Federal	Federal	GW	TA
FEDERAL 24-4	24	200S	210E	4301930900	8208	Federal	Federal	GW	TA
FEDERAL 10-2	10	200S	210E	4301931210	8207	Federal	Federal	GW	TA

### STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL GAS AND MINING

	DIVISION OF OIL, GAS AND MI		5. LE	ASE DESIGNATION AND SERIAL NUMBER:
SUNDRY	Y NOTICES AND REPORTS	S ON WELLS	6. IF i	NDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill n	new weils, significantly deepen existing wells below cur aterals. Use APPLICATION FOR PERMIT TO ORILL (	rrent bottom-hole depth, reenta form for such proposals.	7. UN	IT of CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL OTHER			ILL NAME and NUMBER: E ATTACHED LIST
2. NAME OF OPERATOR:				NUMBER:
ROSE PETROLEUM (UT/	AH) LLC		SE	E LIST
3. ADDRESS OF OPERATOR: 383 INVERNESS PARKWAY CUT	y ENGLEWOOD STATE CO TIE			ELD AND POOL OR WILDCAT: REATER CISCO
4. LOCATION OF WELL FOOTAGES AT SURFACE.			COUN	TY: GRAND
OTRIOTR, SECTION, TOWNSHIP, RAN	IGE, MERIDIAN:		STATE	E. UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICAT	E NATURE OF N	OTICE, REPORT, C	R OTHER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT		SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTIO	N 🔲	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE		TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDOR	· 🗆	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK		WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (STAR	T/RESUME)	WATER SHUT-OFF
	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF W	ELL SITE	OTHER:
	CONVERT WELL TYPE	RECOMPLETE - DIFF	ERENT FORMATION	
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show all p	pertinent details including d	ates, depths, volumes, etc.	PECEIVED
CHANGE OF OPERATOR	R- Effective as of September 1, 2	014		RECEIVED
PREVIOUS OPERATOR:	•	NEW OPE	RATOR;	JAN 26 2015
DED GIDGO DOME NO	<b>20</b> 5	2005 255		LLODIV OF OU
SEP - CISCO DOME NO 10447 SOUTH JORDAN (	3 DO	ROSE PE	TROLEUM (UTAH), RNESS PARKWAY,	LLCDIV. OF OIL, GAS & MINING
SOUTH JORDAN, UT 840			OOD, CO 80112	30112 330
(801) 65 <b>7</b> -57 <del>80</del>			3860 NYO95	
Jone KW	llian C		. 10 10	
Name/ David Lillywhite Title: President Land	Manager de l'			
Cerae	ate Course			
Be advised that Rose Petr	oleum (Utah), LLC is responsible n the leased lands. Bond coverage	e under the terms a ge is provided by B	nd conditions of the ond No. 100169685	related lease for the 5.
·				
NAME (PLEASE PRINT) John M. BI	lair	TITLE CE	0	
SIGNATURE	J () 4	DATE	1-23-15	
This space for State use only)			APF	ROVED

JAN 27 2015

DIV. OIL GAS & MINING
BY: Rachel Medina

#### WELLS

ADI MUMADED	LOCATION	
API NUMBER	WELL NAME	
43-019-31210-00-00	FEDERAL 10-2	20S-21E, SEC 10:NESW, GRAND CO., UT
43-019-31400-00-00	FEDERAL 10-2A	20S-21E, SEC 10:NWSE, GRAND CO., UT
43-019-30485-00-00	FEDERAL 11-1	20S-21E, SEC 11:NWSW, GRAND CO., UT
43-019-30882-00-00	FEDERAL 11-2	20\$-21E, SEC 11:SESE, GRAND CO., UT
43-019-30884-00-00	FEDERAL 11-3	20S-21E, SEC 11:SWSW, GRAND CO., UT
43-019-31437-00-00	FEDERAL 11-6	20S-21E, SEC 11:SESW, GRAND CO., UT
43-019-30881-00-00	FEDERAL 12-1	20S-21E, SEC 12:SWSW, GRAND CO., UT
43-019-30348-00-00	FEDERAL 13-1	20S-21E, SEC 13:SWSW, GRAND CO., UT
43-019-30673-00-00	FEDERAL 13-2	20S-21E, SEC 13:SESW, GRAND CO., UT
43-019-30885-00-00	FEDERAL 13-4	20S-21E, SEC 13:NWSE, GRAND CO., UT
43-019-30430-00-00	FEDERAL 14-1	20S-21E, SEC 14:NWNW, GRAND CO., UT
43-019-30436-00-00	FEDERAL 14-1A	20S-21E, SEC 14:NWNW, GRAND CO., UT
43-019-30487-00-00	FEDERAL 14-2	20S-21E, SEC 14:NENE, GRAND CO., UT
43-019-30488-00-00	FEDERAL 14-3	20S-21E, SEC 14:NESE, GRAND CO., UT
43-019-30878-00-00	FEDERAL 14-4	20S-21E, SEC 14:SWSW, GRAND CO., UT
43-019-31436-00-00	FEDERAL 14-5	20S-21E, SEC 14:NENW, GRAND CO., UT
43-019-31421-00-00	FEDERAL 14-6	20S-21E, SEC 14:SWNW, GRAND CO., UT
43-019-31422-00-00	FEDERAL 14-7	20S-21E, SEC 14:SWNE, GRAND CO., UT
43-019-31439-00-00	FEDERAL 14-8	20S-21E, SEC 14:SWSE, GRAND CO., UT
43-019-30585-00-00	FEDERAL 15-1	20S-21E, SEC 15:NESE, GRAND CO., UT
43-019-30636-00-00	FEDERAL 15-2	20S-21E, SEC 15:NWNW, GRAND CO., UT
43-019-30637-00-00	FEDERAL 15-3	20S-21E, SEC 15:NENE, GRAND CO., UT
43-019-31441-00-00	FEDERAL 15-5	20S-21E, SEC 15:NWSE, GRAND CO., UT
43-019-31435-00-00	FEDERAL 15-7	20S-21E, SEC 15:SESW, GRAND CO., UT
43-019-31434-00-00	FEDERAL 15-8	20S-21E, SEC 15:SWSE, GRAND CO., UT
43-019-30896-00-00	FEDERAL 19-1A	20S-21E, SEC 19:SWNW, GRAND CO., UT
43-019-30302-00-00	FEDERAL 19-3	20S-21E, SEC 19:SWSW, GRAND CO., UT
43-019-30625-00-00	FEDERAL 22-1	20S-21E, SEC 22:SENE, GRAND CO., UT
the same of the sa	and the second	

#### WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31440-00-00	FEDERAL 22-2	20S-21E, SEC 22:NWNE, GRAND CO., UT
43-019-30355-00-00	FEDERAL 23-1	20S-21E, SEC 23:SWNE, GRAND CO., UT
43-019-30586-00-00	FEDERAL 23-2	20S-21E, SEC 23:NWNW, GRAND CO., UT
43-019-30588-00-00	FEDERAL 23-3	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-30760-00-00	FEDERAL 23-4	20S-21E, SEC 23:NWSE, GRAND CO., UT
43-019-31442-00-00	FEDERAL 23-5	20S-21E, SEC 23:NENE, GRAND CO., UT
43-019-31424-00-00	FEDERAL 23-6	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-31010-00-00	FEDERAL 24-1	20S-21E, SEC 24:SWSW, GRAND CO., UT
43-019-30530-00-00	FEDERAL 24-2	20S-21E, SEC 24:NWNW, GRAND CO., UT
43-019-30432-00-00	FEDERAL 24-3	20S-21E, SEC 24:SWSE, GRAND CO., UT
43-019-30900-00-00	FEDERAL 24-4	20S-21E, SEC 24;NWNE, GRAND CO., UT
43-019-31443-00-00	FEDERAL 24-5	20S-21E, SEC 24:SWNW, GRAND CO., UT
43-019-31423-00-00	FEDERAL 24-6	20S-21E, SEC 24:NWSE, GRAND CO., UT
43-019-30359-00-00	FEDERAL 25-1	20S-21E, SEC 25:SWNE, GRAND CO., UT
43-019-30587-00-00	FEDERAL 25-2	20S-21E, SEC 25:SWSW, GRAND CO., UT
43-019-30575-00-00	FEDERAL 25-3	20S-21E, SEC 25:SESE, GRAND CO., UT
43-019-30743-00-00	FEDERAL 25-4	20S-21E, SEC 25:NENW, GRAND CO., UT
43-019-31444-00-00	FEDERAL 25-5	20S-21E, SEC 25:SESW, GRAND CO., UT
43-019-30429-00-00	FEDERAL 30-1	20S-22E, SEC 30;SWNW, GRAND CO., UT
43-019-30308-00-00	FEDERAL 31-1A	20S-22E, SEC 31:NENW, GRAND CO., UT
43-019-15107-00-00	UNION GOVT II-1	20S-21E, SEC 24:NWSW, GRAND CO., UT

Division of Oil, Gas and Mining

Operator Change/Name Change Worksheet-for State use only

Effective Date:

7/1/2016

FORMER OPERATOR:	NEW OPERATOR:
Rose Petroleum (Utah), LLC N4095	Rockies Standard Oil Company, LLC N 3735
383 Inverness Parkway, Suite 330	1411 East 840 North
Englewood, CO 80112	Orem, UT 84097
CA Number(s):	Unit(s): Gunnison Valley

#### WELL INFORMATION:

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Туре	Status
See Attached List				2 111					

#### **OPERATOR CHANGES DOCUMENTATION:**

1. Sundry or legal documentation was received from the **FORMER** operator on:

7/27/2016

2. Sundry or legal documentation was received from the NEW operator on:

7/27/20106

3. New operator Division of Corporations Business Number:

7698560-0161

#### **REVIEW:**

1. Surface Agreement Sundry from NEW operator on Fee Surface wells received on:

N/A

2. Receipt of Acceptance of Drilling Procedures for APD on:

9/14/2016

3. Reports current for Production/Disposition & Sundries:

8/24/2016

4. OPS/SI/TA well(s) reviewed for full cost bonding:

N/A

5. UIC5 on all disposal/injection/storage well(s) approved on:

N/A

6. Surface Facility(s) included in operator change:

7. Inspections of PA state/fee well sites complete on (only upon operators request):

#### **NEW OPERATOR BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number:

1001696855

2. Indian well(s) covered by Bond Number:

1001696855

3.State/fee well(s) covered by Bond Number(s):

1001696885a,b,c,d,e

#### **DATA ENTRY:**

1. Well(s) update in the OGIS on:

9/14/2016

2. Entity Number(s) updated in **OGIS** on:

9/14/2016

3. Unit(s) operator number update in **OGIS** on:

9/14/2016

4. Surface Facilities update in OGIS on:

N/A

5. State/Fee well(s) attached to bond(s) in RBDMS on:

9/14/2016

6. Surface Facilities update in RBDMS on:

N/A

#### **COMMENTS:**

Well Name	Sec	TWN RNG	API Numnber	Entity	Mineral	Surface	Type	Status	Unit
THUNDERBIRD 1	32		4301930058	10339		State		P	O I II
	8	·	4301915100	2800	Fee	Fee		S	
UNION GOVT II-1	24	·	4301915107	680	Federal	+		S	
FEDERAL 19-3	19		4301930302	8201		Federal	<del></del>	S	
FEDERAL 31-1A	31	<del></del>	4301930308	8204	<del></del>	Federal		S	
STATE 32-1	32	<del></del>	4301930347	8206	State	State	GW	S	
FEDERAL 13-1	13		4301930348			Federal		S	
FEDERAL 23-1	23		4301930355			Federal		S	
FEDERAL 25-1	25		4301930359		Federal	·	GW	S	
FEDERAL 30-1	30	<del></del>	4301930429	8203	+	Federal	-	S	
FEDERAL 14-1	14	+	4301930430	8169	+	Federal		S	
FEDERAL 24-3	24	<del></del>	4301930432	1		Federal		S	
FEDERAL 14-1A	14	<del></del>	4301930436		+	Federal	-	S	
FEDERAL 11-1	11		4301930485	8142		Federal		S	
FEDERAL 14-2	14		4301930487	8151		Federal	<del></del>	S	
FEDERAL 14-3	14		4301930488			Federal		S	
FEDERAL 24-2	24		4301930530		<del> </del>	Federal		S	
FEDERAL 25-3	25	<del></del>	4301930575	8170		Federal	-	S	
FEDERAL 15-1	15		4301930585			Federal		S	
FEDERAL 23-2	23	<del></del>	4301930586	8140		Federal	+	S	
FEDERAL 25-2	25		4301930587		·	Federal		S	
FEDERAL 23-3	23	<del></del>	4301930588	8157	<del></del>	Federal		S	
FEDERAL 22-1	22	·	4301930505	8156		Federal	+	S	
FEDERAL 15-2	15		4301930625	8154		Federal	<del></del>	S	
FEDERAL 15-2	15		4301930637	·————		Federal	·	S	
FEDERAL 13-3	13		4301930637	8155 8147	<del> </del>		+	S	
FEDERAL 25-4	25	+	4301930673			Federal	GW	S	
FEDERAL 23-4	23		4301930743	8181 8158	Federal	Federal		S	
FEDERAL 14-4	14		4301930780	8153		Federal		S	
FEDERAL 12-1	12		4301930878	8145		Federal	<del></del>	S	
FEDERAL 11-2	11		4301930882	8143		Federal		S	
FEDERAL 11-3	11	<del></del>	4301930884	8144		Federal		S	
FEDERAL 13-4	+	<del></del>	4301930885	<del></del>		Federal	+	S	
FEDERAL 19-1A	13 19		4301930896	8149		Federal		S	
FEDERAL 24-4			<del></del>	8201	<del></del>	<del></del>	<del> </del>	+=	
	24	<del></del>	4301930900		<del></del>	Federal		S	
FEDERAL 24-1	24	+	4301931010			Federal		S	
FEDERAL 10-2	10	<del></del>	4301931210	8207		Federal	+	S	
FEDERAL 10-2A	10		4301931400		<del></del>	Federal	+	S	
FEDERAL 14-6	14	<del></del>	4301931421		+	Federal		S	
FEDERAL 14-7	14	+	4301931422			Federal		S	
FEDERAL 24-6	24	- <del></del>	4301931423		+	Federal		S	
FEDERAL 23-6	23		4301931424			Federal		S	
FEDERAL 15-8	15		4301931434			Federal	<del></del>	S	
FEDERAL 15-7	15	+	4301931435			Federal		S	
FEDERAL 14-5	14	<del></del>	4301931436			Federal		S	
FEDERAL 11-6	11	<del></del>	4301931437	<del></del>		Federal	+	S	
FEDERAL 14-8	14	+	4301931439		+	Federal		S	
FEDERAL 22-2	22		4301931440		···	Federal		S	
FEDERAL 15-5	15		4301931441		<del></del>	Federal	+	S	
FEDERAL 23-5	23	+	4301931442		·	Federal	+	S	
FEDERAL 24-5	24	<del></del>	4301931443	+		Federal		S	· ·
FEDERAL 25-5	25	<del></del>	4301931444		<del></del>	Federal	<del></del>	S	
STATE 16-42	16	<del></del>	4301931605	17278		State	+	S	<b>GUNNISON VALLEY</b>
State 1-34	34	210S 230E	4301950067	19876	State	State	OW	S	

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

5. LEASE DESIGNATION AND SERIAL NUMBE	R:

•		SEE ATTACHED LIST
SUNDRY	NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill n drill horizontal la	ew wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or iterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	8. WELL NAME and NUMBER: SEE ATTACHED LIST	
2. NAME OF OPERATOR:		9. API NUMBER:
Rockies Standard Oil Com	<u> </u>	SEE LIST
3. ADDRESS OF OPERATOR: 1411 E 840 N	Orem STATE UT ZIP 84097 PHONE NUMBER: (801) 224-4771	10. FIELD AND POOL, OR WILDCAT:  Greater Cisco
4. LOCATION OF WELL FOOTAGES AT SURFACE: SEE A	TTACHED LIST	COUNTY: Grand County
QTR/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN:	STATE: UTAH
11. CHECK APPR	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)  Approximate date work will start:	ACIDIZE DEEPEN  ALTER CASING FRACTURE TREAT  CASING REPAIR NEW CONSTRUCTION	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE TO PREVIOUS PLANS  CHANGE TUBING  CHANGE WELL NAME  OPERATOR CHANGE  PLUG AND ABANDON  PLUG BACK	TUBING REPAIR VENT OR FLARE WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS PRODUCTION (START/RESUME)  COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE  CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMAT	WATER SHUT-OFF OTHER:
12. DESCRIBE PROPOSED OR CO CHANGE OF OPERATOR	DMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, vo	olumes, etc.
PREVIOUS OPERATOR: Rose Petroleum (Utah), LI 383 Inverness Parkway, S Englewood, CO 80112 (303) 814-0388		;
Be advised that Rockies S the operations conducted	Standard Oil Company, LLC is responsible under the terms and upon the leased lands. Bond coverage is covered by Bond No	l conditions of the related leases for . 1001696855.A
Vimball U	ndges Manager	
NAME (PLEASE PRINT) Kimball Hu	odges  TITLE Manager  DATE 7/10	16
This space for State use only)	APPROVED	RECEIVED JUL <b>27</b> 2016

SEP 1 4 2016
(See Instructions on Reverse Side)

DIV. OIL GAS & MINING

DIV. OF OIL GAS & MINING

#### WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31210-00-00	FEDERAL 10-2	20S-21E, SEC 10:NESW, GRAND CO., UT
43-019-31400-00-00	FEDERAL 10-2A	20S-21E, SEC 10:NWSE, GRAND CO., UT
43-019-30485-00-00	FEDERAL 11-1	20S-21E, SEC 11:NWSW, GRAND CO., UT
43-019-30882-00-00	FEDERAL 11-2	20S-21E, SEC 11:SESE, GRAND CO., UT
43-019-30884-00-00	FEDERAL 11-3	20S-21E, SEC 11:SWSW, GRAND CO., UT
43-019-31437-00-00	FEDERAL 11-6	20S-21E, SEC 11:SESW, GRAND CO., UT
43-019-30881-00-00	FEDERAL 12-1	20S-21E, SEC 12:SWSW, GRAND CO., UT
43-019-30348-00-00	FEDERAL 13-1	20S-21E, SEC 13:SWSW, GRAND CO., UT
43-019-30673-00-00	FEDERAL 13-2	20S-21E, SEC 13:SESW, GRAND CO., UT
43-019-30885-00-00	FEDERAL 13-4	20S-21E, SEC 13:NWSE, GRAND CO., UT
43-019-30430-00-00	FEDERAL 14-1	20S-21E, SEC 14 NWNW, GRAND CO., UT
43-019-30436-00-00	FEDERAL 14-1A	20S-21E, SEC 14:NWNW, GRAND CO., UT
43-019-30487-00-00	FEDERAL 14-2	20S-21E, SEC 14 NENE, GRAND CO., UT
43-019-30488-00-00	FEDERAL 14-3	20S-21E, SEC 14:NESE, GRAND CO., UT
43-019-30878-00-00	FEDERAL 14-4	20S-21E, SEC 14:SWSW, GRAND CO., UT
43-019-31436-00-00	FEDERAL 14-5	20S-21E, SEC 14:NENW, GRAND CO., UT
43-019-31421-00-00	FEDERAL 14-6	20S-21E, SEC 14:SWNW, GRAND CO., UT
43-019-31422-00-00	FEDERAL 14-7	20S-21E, SEC 14:SWNE, GRAND CO., UT
43-019-31439-00-00	FEDERAL 14-8	20S-21E, SEC 14:SWSE, GRAND CO., UT
43-019-30585-00-00	FEDERAL 15-1	20S-21E, SEC 15:NESE, GRAND CO., UT
43-019-30636-00-00	FEDERAL 15-2	20S-21E, SEC 15:NWNW, GRAND CO., UT
43-019-30637-00-00	FEDERAL 15-3	20S-21E, SEC 15:NENE, GRAND CO., UT
43-019-31441-00-00	FEDERAL 15-5	20S-21E, SEC 15:NWSE, GRAND CO., UT
43-019-31435-00-00	FEDERAL 15-7	20S-21E, SEC 15:SESW, GRAND CO., UT
43-019-31434-00-00	FEDERAL 15-8	20S-21E, SEC 15:SWSE, GRAND CO., UT
43-019-30896-00-00	FEDERAL 19-1A	20S-21E, SEC 19:SWNW, GRAND CO., UT
43-019-30302-00-00	FEDERAL 19-3	20S-21E, SEC 19:SWSW, GRAND CO., UT
43-019-30625-00-00	FEDERAL 22-1	20S-21E, SEC 22:SENE, GRAND CO., UT

#### WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31440-00-00	FEDERAL 22-2	20S-21E, SEC 22:NWNE, GRAND CO., UT
43-019-30355-00-00	FEDERAL 23-1	20S-21E, SEC 23:SWNE, GRAND CO., UT
43-019-30586-00-00	FEDERAL 23-2	20S-21E, SEC 23:NWNW, GRAND CO., UT
43-019-30588-00-00	FEDERAL 23-3	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-30760-00-00	FEDERAL 23-4	20S-21E, SEC 23:NWSE, GRAND CO., UT
43-019-31442-00-00	FEDERAL 23-5	20S-21E, SEC 23:NENE, GRAND CO., UT
43-019-31424-00-00	FEDERAL 23-6	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-31010-00-00	FEDERAL 24-1	20S-21E, SEC 24:SWSW, GRAND CO., UT
43-019-30530-00-00	FEDERAL 24-2	20S-21E, SEC 24:NWNW, GRAND CO., UT
43-019-30432-00-00	FEDERAL 24-3	20S-21E, SEC 24:SWSE, GRAND CO., UT
43-019-30900-00-00	FEDERAL 24-4	20S-21E, SEC 24:NWNE, GRAND CO., UT
43-019-31443-00-00	FEDERAL 24-5	20S-21E, SEC 24:SWNW, GRAND CO., UT
43-019-31423-00-00	FEDERAL 24-6	20S-21E, SEC 24:NWSE, GRAND CO., UT
43-019-30359-00-00	FEDERAL 25-1	20S-21E, SEC 25:SWNE, GRAND CO., UT
43-019-30587-00-00	FEDERAL 25-2	20S-21E, SEC 25:SWSW, GRAND CO., UT
43-019-30575-00-00	FEDERAL 25-3	20S-21E, SEC 25:SESE, GRAND CO., UT
43-019-30743-00-00	FEDERAL 25-4	20S-21E, SEC 25:NENW, GRAND CO., UT
43-019-31444-00-00	FEDERAL 25-5	20S-21E, SEC 25:SESW, GRAND CO., UT
43-019-30429-00-00	FEDERAL 30-1	20S-22E, SEC 30:SWNW, GRAND CO., UT
43-019-30308-00-00	FEDERAL 31-1A	20S-22E, SEC 31:NENW, GRAND CO., UT
43-019-15107-00-00	UNION GOVT II-1	20S-21E, SEC 24:NWSW, GRAND CO., UT

	WELLS	
API NUMBER	WELL NAME	LOCATION
43-019-15100-00-00	CPSKY PHLPS FEE 8-1	20S-24E, SEC 08:NWNW, GRAND CO., UT
	<b>Party reserved of Princips and Superior of Princips of Agricance and Superior and </b>	
43-019-30347-00-00	STATE 32-1	20S-22E, SEC 32:SENW, GRAND CO., UT
	and the second s	
43-019-30058-00-00	THUNDERBIRD 1	20S-24E, SEC 32:NWNW, GRAND CO., UT
the same part of the same of the same of	Control of the second of the second of	

STATE OF UTAH			FORM 9			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING				5. LEASE DESIGNATION AND SERIAL NUMBER: ML 48144		
SUNDRY NOTICES AND REPORTS ON WELLS					6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.					7. UNIT of CA AGREEMENT NAME: Gunnison Valley Unit	
1. TYPE OF WELL OIL WELL	GAS WELL 🗹 OTHER			-	L NAME and NUMBER: e 16-42	
2. NAME OF OPERATOR: Rockies Standard Oil Company, LLC					NUMBER: 1931605	
3. ADDRESS OF OPERATOR: 1411 E 840 N	Orem STATE UT 219	84097	PHONE NUMBER: (801) 224-4771	10. FIE	LD AND POOL, OR WLDCAT:	
4. LOCATION OF WELL	STATE OF ZIP	,04001	(001) 224 4771	*****		
FOOTAGES AT SURFACE: 2108' F	FNL, 0559' FEL			COUNT	Y: Grand County	
QTR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: SENE 16 22S 1	17E S		STATE	UTAH	
11. CHECK APPR	ROPRIATE BOXES TO INDICAT	TE NATURE	OF NOTICE, REPO	RT. O	R OTHER DATA	
TYPE OF SUBMISSION			YPE OF ACTION	, ,		
NOTICE OF INTENT	ACIDIZE	DEEPEN			REPERFORATE CURRENT FORMATION	
(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT		SIDETRACK TO REPAIR WELL	
Approximate date work will start:	CASING REPAIR	NEW CONS	STRUCTION		TEMPORARILY ABANDON	
	CHANGE TO PREVIOUS PLANS	✓ OPERATOR	R CHANGE		TUBING REPAIR	
	CHANGE TUBING	PLUG AND	ABANDON		VENT OR FLARE	
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACH	K		WATER DISPOSAL	
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION	ON (START/RESUME)		WATER SHUT-OFF	
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMAT	TION OF WELL SITE	一	OTHER:	
	CONVERT WELL TYPE	RECOMPLE	ETE - DIFFERENT FORMATION	_		
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show all	pertinent details in	cluding dates, depths, volume	es, etc.		
PREVIOUS OPERATOR: Rose Petroleum (Utah), LLC 383 Inverness Parkway, Ste 330 Englewood, CO 80112 (303) 814-0388  NEW OPERATOR: Rockies Standard Oil Company, LLC 1411 East 840 North Orem, UT 84097 (801) 224-4771						
Be advised that Rockies Standard Oil Company, LLC is responsible under the terms and conditions of the related lease for the operations conducted upon the leased lands. Bond coverage is covered by Bond No. 1001696855.A						
NAME (PLEASE PRINT) Kimball Ho	odges	TIT	ne Manager	•		
X/M	4					
SIGNATURE	K 1	DA	TE 7/20/16			

ace for State use only)

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JUL 27 2016

SEP 1 4 2016

#### STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

	FORM 9
	5. LEASE DESIGNATION AND SERIAL NUMBER: ML 49496
-	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
s, or to	7. UNIT or CA AGREEMENT NAME:
	8. WELL NAME and NUMBER: State 1-34
	9. API NUMBER: 4301950067
71	10. FIELD AND POOL, OR WILDCAT:  Greater Cisco
	COUNTY: Grand County
	STATE: UTAH
REPO	RT, OR OTHER DATA
MATION	REPERFORATE CURRENT FORMATION  SIDETRACK TO REPAIR WELL  TEMPORARILY ABANDON  TUBING REPAIR  VENT OR FLARE  WATER DISPOSAL  WATER SHUT-OFF  OTHER:
s, volum	es, etc.
}-	
	enditions of the related lease for the 696855.A

DIVISION OF OIL, GAS AND MINING	ML 49496			
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: State 1-34			
2. NAME OF OPERATOR:	9. API NUMBER:			
Rockies Standard Oil Company, LLC	4301950067			
3. ADDRESS OF OPERATOR: 1411 E 840 N CITY Orem STATE UT ZIP 84097 PHONE NUMBER: (801) 224-4771	10. FIELD AND POOL, OR WILDCAT: Greater Cisco			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0521' FNL, 0712' FEL	COUNTY: Grand County			
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENE 34 21S 23E S	STATE: UTAH			
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT	RT, OR OTHER DATA			
TYPE OF SUBMISSION TYPE OF ACTION				
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION			
(Submit in Duplicate)	SIDETRACK TO REPAIR WELL			
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON			
CHANGE TO PREVIOUS PLANS  OPERATOR CHANGE	TUBING REPAIR			
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE			
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only)	WATER DISPOSAL			
Date of work completion:  CHANGE WELL STATUS  PRODUCTION (START/RESUME)	WATER SHUT-OFF			
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER:			
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION				
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume	es, etc.			
CHANGE OF OPERATOR				
PREVIOUS OPERATOR: Rose Petroleum (Utah), LLC 383 Inverness Parkway, Ste 330 Englewood, CO 80112 (303) 814-0388  NEW OPERATOR: Rockies Standard Oil Company, LLC 1411 East 840 North Orem, UT 84097 (801) 224-4771				
Be advised that Rockies Standard Oil Company, LLC is responsible under the terms and conditions of the related lease for the operations conducted upon the leased lands. Bond coverage is covered by Bond No. 1001696855.A				
NAME (PLEASE PRINT) Kimball Hodges TITLE Manager				
VIIIA	111			

(This space for State use only)

SIGNATURE

**APPROVED** 

RECEIVED

JUL 27 2016

(5/2000)

SEP 1 4 2016

(See Instructions on Reverse Side)

DATE

DIV. OF DIL GAS & MINING

#### ASSIGNMENT AND BILL OF SALE OF BONDS

THIS ASSIGNMENT AND BILL OF SALE (this "Assignment") executed by ROSE PETROLEUM (UTAH) LLC, a Delaware limited liability company (hereinafter called "Assignor"), with an office at 383 Inverness Parkway, Suite 330, Englewood, CO 80112, to ROCKIES STANDARD OIL COMPANY, LLC, a Delaware limited liability company (hereinafter called "Assignee"), with an office at 1411 East 840 North, Orem, Utah, 84097, dated effective April 1, 2016 (said day being hereinafter called the "Effective Time").

All capitalized terms not defined herein shall have the meanings ascribed to them in that certain Purchase and Sale Agreement dated March 13, 2014, executed by and between Assignor and Assignee and/or that certain Side Agreement to Purchase and Sale Agreement between Assignor and Assignee dated effective April 1, 2016.

### **ARTICLE I Assignment of Bonds**

Assignor, for Ten and No/100 Dollars (\$10.00) and other good and valuable consideration in hand paid by Assignee, the receipt and sufficiency of which consideration are hereby acknowledged and confessed, by these presents does hereby ASSIGN, TRANSFER, SET OVER, RELEASE and DELIVER unto Assignee ALL (100.0%) of Assignor's right, title, and interest in and to the following described bonds and/or bonding instruments:

- (a) State of Utah School and Institutional Trust Lands Administration Bond # 5605 in the amount of \$15,000.00;
- (b) Utah Division of Oil Gas and Mining statewide blanket bond #1001696855 in the amount of \$120,000.00; and
- (c) United States Department of the Interior Bureau of Land Management bond #UTB000645 in the amount of \$280,000.00;

as well as, without limitation, any and all proceeds and/or refunds of the same. All of the bonds and/or bonding instruments (a) through (c) above are hereinafter collectively called the "Bonds".

TO HAVE AND TO HOLD the Bonds unto Assignee, its respective successors and assigns forever, subject, however, to the matters set forth herein. The Bonds are assigned by Assignor and accepted by Assignee expressly subject to the terms and conditions of that Side Agreement to Purchase and Sale Agreement dated effective April 1, 2016 executed by and between Assignor and Assignee.

#### **ARTICLE III** Miscellaneous

Section 3.1 Further Assurances. Assignor covenants and agrees to execute and deliver to Assignee all such other and additional instruments and other documents and will do all such other acts and things as may be necessary more fully to assure to Assignee or its successors or assigns, all of the respective rights and interests herein and hereby assigned or intended to be assigned, including without limitation, executing separate assignments of individual bonds or bonding instruments, which are included in the Bonds and which are necessary to facilitate the recognition of Assignee's ownership of the Bonds.

Successors and Assigns. All of the provisions hereof shall inure to the benefit of and be binding upon the respective successors and assigns of Assignor and Assignee. All references herein to either Assignor or Assignee shall include their respective successors and assigns.

Section 3.3 Counterparts. This Assignment is being executed in several original counterparts, no fewer than four (4), all of which are identical, and each such counterpart hereof shall be deemed to be an original instrument, but all such counterparts shall constitute but one and the same assignment.

IN WITNESS WHEREOF, the parties hereto have caused this Assignment to be executed on the dates of their respective acknowledgments set forth below, to be effective, however, as of the Effective Time.

**Assignor** 

ROSE Petroleum (UTAH) LLC

**Assignee** 

ROCKIES STANDARD OIL COMPANY, LLC

By:

Name: Limb Hu Hookes
Title: Manager of Petro Fuego, LLC; Petro Fuego, LLC as Manager of Rockies Standard

Oil Company, LLC.



#### Rachel Medina <rachelmedina@utah.gov>

#### **Bonding**

1 message

Rachel Medina <rachelmedina@utah.gov>
To: Kimball Hodges <khodges@rockiesstandard.com>

Wed, Aug 24, 2016 at 3:37 PM

Hi Kimball,

We will be able to move forward with moving the statewide blanket bond from Rose to individual bonds with Rockies. Below is the break down of what Dustin is going to require for each well.

CPSKY PHLPS FEE 8-1 \$15,000 Thunderbird 1 \$1,500 State 32-1 \$15,000.00 State 16-42 \$30,000

State 1-34 \$30,000.00-Once you have final inspection on this well you can submit a letter requesting a bond release on the funds.

Bring a total of \$91,500.00. What I need from Rockies now is a From 4B.2 on each well. The bond number is going to be the check number (1001696885), then if you could add an alpha character to the end (e.g 1001696885a, 1001696885b) this help to keep the records clear in our system.

Rockies currently has two cash bonds with the Division, but as a precaution if you could also submit a current IRS W-9 form for the bank that holds our bonds that would be greatly appreciated.

Also, to have a clear account, if you would submit a letter with the above forms stating that you're using the blanket bond as individual bond. Follow that up with a request to release the remaining \$28,500 that per the submitted agreement needs to be sent to Rockies Standard and the address we should mail the check to.

To answer Brad's question the two years audited financials would need to be reviewed by an independent certified public accountant.

If you have any question please let me know. In regards to this matter...because I am handling multiple task that take me away from my desk recently, if you try to call or email me and I'm not available you may call my cell phone

Thanks!

Rachel Medina Division of Oil, Gas & Mining Bonding Technician 801-538-5260





1411 East 840 North, Orem, Utah 84097

August 30, 2016

To: Utah Department of Oil, Gas, and Mining – Department of Natural Resources

ATTN: Rachel Medina

1594 W North Temple, Suite 1210

Salt Lake City, UT 84116

RE: Moving Rose Blanket Bond to Rockies Individual Bonds 1001696885a,

1001696885b, 1001696885c, 1001696885d, and 1001696885e and Releasing

**Balance to Rockies** 

Enclosed is a completed Form 4B.2 for each of five wells recently acquired from Rose Petroleum (Utah), LLC ("Rose") for which Rockies Standard Oil Company, LLC ("RSOC") will assume operations. Rose assigned its blanket DOGM bond (1001696855) to Rockies, but Rockies requests that Rose's statewide bond instead be used to bond these wells on an individual basis rather than blanket.

Rockies further requests that the balance of the Rose blanket bond (such balance in the amount of \$28,500.00) be released to Rockies at:

Rockies Standard Oil Company, LLC

Attn: Operations 1411 East 840 North Orem, UT 84097

Your help and prompt attention to this matter is greatly appreciated.

Sincerely,

Kimball Hodges

Manager of PetroFuego, LLC

Manager for Rockies Standard Oil Company, LLC

Office: 801.224.4771 Facsimile 801.224.1593